

SECTION 503 NOTIFICATION

Component: Analysis and Operations (A&O)
Purpose: Data Framework
Amount: \$4.3 Million
Type: Transfer

| FROM | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|---|----------------|-------------------------|--------------------------------|----------|
| Approp: Analysis and Operations (70 17/18 0115) | \$263,551,000 | \$4,307,000 | \$259,244,000 | 0.16% |
| PPA: Note 1 | Note 1 | \$4,307,000 | Note 1 | Note 1 |
| | Total | \$4,307,000 | | |
| TO | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
| Approp: Management Directorate Operations and Support (70 17/18 0112) | \$597,817,000 | \$2,493,170 | \$600,310,170 | 0.42% |
| PPA: Chief Information Officer ² | \$286,074,000 | \$2,493,170 | \$288,477,047 | 0.84% |
| Approp: Management Directorate Procurement, Construction, and Improvements ³ (70 17/18 0406) | \$32,092,000 | \$1,813,830 | \$33,905,830 | 5.65% |
| Mission Support Assets and Infrastructure | \$18,839,000 | \$1,813,830 | \$20,652,830 | 9.63% |
| | Total | \$4,307,000 | | |

1. Information on the internal budgets of the Analysis and Operations appropriation is classified. Information on the internal balances and percentage impact is classified by derivative. Other classified information on the funding source can also be found in the classified annex to this request.

2. The Operations and Support (O&S) CIO balance and impacts above include a below threshold reprogramming reduction of \$90,123. The O&S CIO balance does not include \$8,000,000 from the Management Directorate consolidated reprogramming. Including those amounts would result in a balance of \$296,477,047 and an impact of 3.6%.

3. \$13,253,000 from Section 523 of the FY 2017 DHS Appropriations Act is included in the Management Directorate Procurement, Construction, and Improvements funding for transfer purposes due to Congressional appropriations language specifying that the funds are "For an additional amount for 'Management Directorate—Procurement, Construction, and Improvements' ...". Funding for Section 524 (Financial Systems Modernization) is being executed through the PC&I account but are not included for transfer purposes because those funds were not so specified.

I. Description/Justification

DHS Data Framework (DF) is an overarching data management strategy for sharing DHS data within the Department and with mission partners. The DF supports mission-critical pooling of data on unclassified and classified domains, making data accessible to everyone who needs it, while ensuring full policy and security compliance. Because it physically exists across networks operating at different classification levels, the DF is a joint program effort financially supported by the DHS Office of the Chief Information Officer (OCIO) and the DHS Office of Analysis and Operation (A&O), with the OCIO responsible for ingesting, normalizing, and providing data from a wide variety of DHS systems and data sets, and A&O responsible for making that data available to IC customers at the TS/SCI level with appropriate privacy and civil liberties protections. This request shifts funds from A&O to DHS CIO in order to increase the number of data sets in the Data Framework. These funds are unavailable to A&O because they were appropriated in the FY 2017 Department of Homeland Security Appropriation but not authorized in the FY 2017 Intelligence Authorization Act.

There are several data sets currently not under development which are critical for the administration's emphasis on immigration, screening, and Person Centric Identity Management (PCIM). Specifically, this additional funding will:

- 1) Accelerate the ingest and availability of four key USCIS and ICE immigration datasets
- 2) Augment operational stability of the DF infrastructure
- 3) Support unclassified use cases for mission operators performing screening and vetting activities in the unclassified space

Immigration Data (PC&I - \$1.8 million): This new funding will allow development and integration work on the following four immigration datasets:

- a. CLAIMS 3 (USCIS)
- b. CLAIMS 4 (USCIS)
- c. CIS (USCIS)
- d. EID (ICE)

These datasets in particular are important to the efforts outlined in the S1 directive on “Improving Immigration Data Analysis and Reporting” (Memorandum 16-3048) and will subsequently support recent immigration-related Executive Orders.

Operational Stability (O&S – \$1.2 million): These funds will also support a critical refresh of DF infrastructure and software. DF has already procured hardware to replace multiple systems that are beyond end-of-life and are operating at risk. However, the services needed to fund the transition to these new servers were minimized and the project delayed. This funding will provide the resources needed to transition to the new servers thus significantly reducing risk of system failure and reducing the cost of monitoring and operating the system.

These funds will also be used to immediately procure Operations and Maintenance (O&M) support services under a single contract. A single end-to-end O&M support contract further mitigates operational risk. It also reduces the need for multiple program managers and allows for improved sharing of expensive resources thus reducing costs.

Unclassified Use: (O&S - \$1.3 million) Use of data in the unclassified environment has always been part of the DF roadmap and was part of the original FY 2017 planning. With the administration’s focus on immigration, data needs to be available to the components working to respond to the administration’s demands. DF has been an active participant in the Immigration Data Integration Initiative (IDII) planning, and can begin support of this and other immigration efforts by providing data to the large number of DHS mission operators that perform their mission in the unclassified space. This data would be made available using the same robust data access safeguards that exist in the classified environment today.

II. Mission Impact Summary

This funding transfer accelerates the availability of data sets in the Data Framework related to immigration and screening without negatively impacting A&O’s mission, as the funds are not available for use by A&O since they were appropriated but not authorized. This transfer will make available key data and services in the unclassified space, significantly furthering DHS’s response to Presidential immigration demands. Immigration data will become part of the DF more quickly than would be the case without this transfer. These funds will also ensure that the DF will be consistently available and readily scalable to take on new work, and the mission operators in the unclassified space who need access to this data will have it in a cost-effective and timely manner.

III. Impact of Department or Congressional Policies

There is no change to the DHS of Congressionally approved objectives and policies that will be impacted by this transfer.

In accordance with the Federal IT Acquisition Reform Act (FITARA), the DHS Chief Information Officer has reviewed and approved this transfer notification.

IV. Impact on Future Appropriations

There will be no impact on future budgets based on this transfer.

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SECTION 503 NOTIFICATION

Component: Federal Emergency Management Agency
Purpose: Audit Remediation
Amount: \$1.8 Million
Type: Reprogramming

| FROM | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|---|----------------|-------------------------|--------------------------------|----------|
| Approp: Salaries & Expenses (70 16/17 0700) | \$960,754,000 | - | \$960,754,000 | - |
| PPA: Centrally Managed | \$100,917,000 | \$877,974 | \$100,039,026 | 0.87% |
| PPA: Mission Support | \$174,124,000 | \$628,434 | \$173,495,566 | 0.36% |
| PPA: Preparedness & Protection | \$189,581,000 | \$322,416 | \$189,258,584 | 0.17% |
| Total | | \$1,828,824 | | |
| TO | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
| Approp: Salaries & Expenses (70 16/17 0700) | \$960,754,000 | - | \$960,754,000 | - |
| PPA: Administrative and Regional Offices | 236,802,000 | \$1,828,824 | \$238,630,824 | 0.77% |
| Total | | \$1,828,824 | | |

I. Description/Justification

Due to the increased audit scope for FEMA in recent years, audit requirements have commensurately broadened, while resources have remained flat for audit remediation in annual appropriations. FEMA looks to use lapse funds to begin to issue contracts that will enable FEMA to get on an audit cycle that will allow the agency to review audit processes and remediate findings. Funding would be used to remediate findings from the FY 2016 audit in the following areas: Information Technology General Control Testing; Information Technology Remediation and Validation and Verification; Test of Design and Test of Effectiveness of three Internal Controls over Financial Reporting Processes and Entity Level Controls; Monitoring Activities Based on FY17 Risk Assessment, FEMA Assurance Statement, Data Act Internal Control Testing, Financial Reporting Tier Database Remediation and Overall Audit Remediation. If this reprogramming is not approved, it will significantly hinder FEMA's ability to adequately respond to recent audit findings elevating FEMA and DHS' risk of receiving a material weakness in the FY18 audit.

II. Mission Impact Summary

- a. Receiving Account: The additional funding would enable FEMA to undertake meaningful audit remediation prior to the start of the FY18 financial audit supporting the Secretary and Undersecretary for Management's strategic priority on obtaining and maintaining a clean audit opinion on Internal Controls.
- b. Source Accounts: This amount represents 50% of unobligated lapsed balances, net of rescissions, from the FY16 Salaries and Expenses Account (Operations and Support Appropriation under the Common Appropriations Structure). The remaining 50% of available funds is considered to be sufficient for future upward adjustments in the Appropriation and PPAs.

III. Impact of Department or Congressional Policies

The additional funding would enable FEMA to undertake meaningful audit remediation prior to the start of the FY18 financial audit supporting the Secretary and Undersecretary for Management's strategic priority on obtaining and maintaining a clean audit opinion on Internal Controls.

IV. Impact on Future Appropriations

The amount requested to be used for this purpose represents a one-time need and does not have a recurring funding tail in the out-years.

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SECTION 503 NOTIFICATION

Component: Immigration and Customs Enforcement
Purpose: Custody Operations
Amount: \$104.5 Million
Type: Reprogramming/Transfer

| FROM | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|--|-----------------|-------------------------|--------------------------------|----------|
| Approp: Operations and Support (70 16/17 0540) | \$5,779,041,000 | \$3,267,302 | \$5,775,773,698 | 0.06% |
| PPA: Domestic Investigations | \$1,761,829,000 | \$1,437,076 | \$1,760,391,924 | 0.08% |
| PPA: Transportation and Removal Program | \$313,174,000 | \$1,830,226 | \$311,343,775 | 0.58% |
| Approp: Operations and Support (70 17 0540) | \$6,405,440,000 | \$20,500,000 | \$6,405,440,000 | - |
| PPA: Mission Support | \$364,533,000 | \$12,000,000 | \$352,533,000 | 3.29% |
| PPA: Domestic Investigations | \$1,834,017,000 | \$6,400,000 | \$1,827,617,000 | 0.35% |
| PPA: International Investigations | \$159,035,000 | \$600,000 | \$158,435,000 | 0.38% |
| PPA: Office of the Principal Legal Advisor | \$259,000,000 | \$1,500,000 | \$257,500,000 | 0.58% |
| FY 2017 Disaster Relief Base P.L. 115-31 (70 X 0702) | \$615,515,000 | \$30,775,750 | \$584,739,250 | 5.00% |
| FY 2016 Disaster Relief Base P.L. 114-113 (70 X 0702) | \$661,740,000 | \$33,087,000 | \$628,653,000 | 5.00% |
| FY 2015 Disaster Relief Base P.L. 114-4 (70 X 0702) ¹ | \$571,671,872 | \$16,837,250 | \$545,834,622 | 2.95% |
| | Total | \$104,467,302 | | |
| TO | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
| Approp: Operations and Support (70 17 0540) | \$6,405,440,000 | \$83,967,302 | \$6,489,407,302 | 1.26% |
| PPA: Custody Operations | \$2,705,412,000 | \$104,467,302 | \$2,809,879,302 | 3.86% |
| | Total | \$104,467,302 | | |

1. Balance after Transfer/ Reprogramming Amount reflects additional \$9,000,000 transferred to USSS FY 2017 Procurement, Construction, and Improvements Appropriation (70 17/19 0401). The total percent transferred out of the FY 2015 DRF Appropriation is 4.52%.

I. Description/Justification

The U.S. Department of Homeland Security (DHS) intends to transfer and reprogram a total of \$104.5 million to address shortfalls in the U.S. Immigration and Customs Enforcement (ICE) Custody Operations Program, Project, and Activity (PPA). Transferred funds include \$3.3 million in lapsed balances made available pursuant to a Section 505 notification provided separately by the Department. ICE will also utilize \$30.5 million from increased fee authority and realignments of other fee funds to help address the shortfalls. This notification is provided pursuant to Section 503 of the Fiscal Year (FY) 2017 DHS Appropriations Act, which is also Division J of the FY 2017 Consolidated Appropriations Act (P.L. 115-31).

Following enactment of P.L. 115-31, ICE determined that end-of-year (EOY) shortfalls will arise within its Custody Operations PPA, specifically impacting detention bed, payroll and non-bed general expense requirements. Further detail is provided in the table below and the narrative that follows:

| Custody Operations PPA FY 2017 Requirement (Funding Amounts in \$Thousands) | FY 2017 Enacted | FY 2017 Projected Requirement | Delta |
|--|----------------------------|--|------------------|
| Custody Operations – Base Funding | 2,705,412 | \$2,705,412 | - |
| Payroll | 780,026 | 802,600 | (22,574) |
| Non-Bed General Expenses (GE) | 74,000 | 95,500 | (21,500) |
| Subtotal, Payroll and Non-Bed GE | 854,026 | 898,100 | (44,074) |
| Detention Beds | | | |
| Adult Bed Funding | 1,687,622 | 1,778,529 | (90,907) |
| <i>Adult Beds – Average Daily Population (ADP)</i> | <i>36,824</i> | <i>36,750</i> | <i>74</i> |
| <i>Adult Beds – Bed Rate</i> | <i>125.56</i> | <i>132.59</i> | <i>(7.03)</i> |
| Family Bed Funding | 291,425 | 291,425 | - |
| <i>Family Beds – ADP</i> | <i>2,500</i> | <i>2,500</i> | <i>-</i> |
| <i>Family Beds – Bed Rate</i> | <i>319.37</i> | <i>319.37</i> | <i>-</i> |
| Subtotal, All Detention Beds | 1,979,047 | 2,069,954 | (90,907) |
| <i>Total ADP</i> | <i>39,324</i> | <i>39,250</i> | <i>74</i> |
| Total Requirement, Custody Operations | 2,833,073 | 2,968,054 | (134,981) |

Detention Beds:

ICE must have sufficient detention bed capacity to detain illegal aliens when necessary as it enforces the Nation's immigration laws as fairly and effectively as possible. Ensuring adequate funding for the detention beds requires projecting an Average Daily Population (ADP) for adult detainees as well as the daily costs incurred in keeping a detainee in custody.

Using best available data, historical trends and modeling through its Law Enforcement Systems Analysis, ICE forecasts an EOY ADP of 36,750 adult detainees. The forecast is based upon (1) historical data from October 2013 to May 2017, (2) takes into account detainees from both U.S. Customs and Border Protection (CBP) and ICE interior enforcement actions, and (3) reflects the volatility in detainee Average Length of Stay (ALOS). Relative historical patterns are expected to continue for the remaining months of the fiscal year, and more weight has been given to observations from recent months to ensure the forecast reflects current trends.

Congress provided resources to support an ADP of 36,824 adult detention beds at a daily bed rate of \$125.56, with a total appropriation of \$2.0 billion. However, \$2.1 billion will be required to sustain current operations at the projected bed rate of \$132.59, a shortfall of \$90.9 million.

Payroll:

ICE's anticipated a payroll requirement of \$780.0 million for Custody Operations as part of the FY 2017 President's Budget, which was submitted to Congress on February 9, 2016.

Following submission of that funding request, the President on January 25, 2017, signed Executive Order 13768, "Enhancing Public Safety in the Interior of the United States." Section 5 of the Executive Order significantly expands the category of illegal aliens who are considered as priorities for removal. As a consequence, ICE has increased its immigration enforcement activities, which in turn has burdened the Custody Operations payroll account with unanticipated overtime costs.

Congress funded the Custody Operations payroll as requested at \$780.0 million. Because of the increase in requirements however, ICE now projects the FY 2017 Custody Operations payroll requirement at \$802.6 million.

Non-Bed General Expenses:

As part of the FY 2017 President's Budget, ICE included \$74.0 million for Custody Operations non-bed general expenses. These include costs for travel and training, transportation expenses, rent, utilities, communications, service contracts, supplies, equipment, leasehold improvements, legal fees and indemnities, and other expenses. ICE utilizes prior year cost data to help best develop its budget requirements, and in this case costs were based on FY 2015 actual Object Class financial data.

Congress approved the request through enactment of P.L. 115-31. Following conclusion of FY 2016, however, ICE has determined that FY 2016 non-bed general expenses were significantly higher than originally projected, and that similarly FY 2017 costs have increased. The new projected requirement for Custody Operations non-bed general expenses is \$95.5 million, an increase of \$21.5 million over available funds.

Mission Impact Summary

a. Receiving Account:

Funds will be transferred to and reprogrammed within ICE's O&S appropriation, Treasury Account Fund Symbol (TAFS) #70 17 0540, and specifically its Custody Operations PPA. The funds will resolve projected shortfalls for FY 2017, enabling ICE to fulfill its mission requirements.

Without the transfers and reprogrammings identified in this notification, ICE will not be able to fulfill its adult detention requirements in FY 2017. Insufficient funding could require ICE to release any new book-ins aliens and illegal border violators. ICE could also be forced to reduce its current interior enforcement operations, curtailing criminal alien and fugitive arrests – which would pose a significant risk to public safety and national security by permitting known offenders to remain at large.

b. Source Accounts:

Transferred Funds: A total of \$80.7 million will be transferred from the DRF Base to ICE's Custody Operations PPA. The amount is resourced from recoveries of prior year funds. As of May 2017, the Federal Emergency Management Agency (FEMA) had recovered \$301 million in this account in FY 2017; FEMA projects to recover an additional \$74 million by fiscal year end. As reported in the May FY 2017 DRF Monthly Report, the projected need for DRF Base-funded activities in FY 2017 is \$604 million. The current projected carryover balance into FY 2018 for the DRF Base is approximately \$1.4 billion. The transfer will reduce the projected carryover balance to \$1.3 billion, an amount sufficient to continue all current activities funded through the DRF Base.

The Department is providing a separate notification of its intent to utilize \$3.3 million in previously lapsed salaries and expenses funding, pursuant to its Section 505 authority. These funds are available on a one-time basis and will also be transferred to TAFS #70 17 0540 to support Custody Operations payroll expenses.

Reprogrammings: Funds identified in this notification to be reprogrammed total \$20.5 million and will provide funding in support of higher priority items, based on unforeseen detention requirements than those for which originally appropriated and which could not have been predicted during the formulation of the budget; and are determined to be necessary in the national interest. All administrative and legal requirements are met and none of the items have been previously denied by Congress. Each of the reprogramming actions entail one-time action; none will have any significant impact on the relevant facilities, contracts, or activities involved. They are as follows:

- Mission Support PPA: \$12.0 million
 - \$5.0 million from a reduction of management support contracts.
 - \$3.5 million from OCIO contract deferments
 - \$2.0 million from payroll reductions
 - \$1.5 million from reductions to facility maintenance and support
- HSI Domestic Investigations PPA: \$6.4 million
 - \$3.0 million from reductions to facility maintenance and support
 - \$3.4 million from contract reductions
- HSI International Investigations PPA: \$0.6 million
 - \$0.6 million from reductions to travel and training
- Office of Principal Legal Advisor (OPLA): \$1.5 million
 - \$1.5 million from reductions to facility maintenance and support

User Fee Accounts: ICE fee accounts will be adjusted by \$30.5 million, all to support detention bed requirements as provided under their authorizing statutes, with the following impacts:

- Spending authority for the Immigration User Fee Account will be increased by \$25.0 million, a one-time upward adjustment that will not impact activities currently funded through the account.
- \$4.0 million from the Breached Bond Detention Fund is available as fee revenue that will not otherwise be spent by the Bond Management Unit.
- \$1.5 million realignment of ERO Removal Fee funds is available for use with no impact on ERO operations.

II. Impact of Department or Congressional Policies

Execution of the transfers and reprogrammings identified in this notification will not impact Departmental or Congressional Policies.

III. Impact on Future Appropriations

Execution of the transfers and reprogrammings identified in this notification create no additional resource requirements for FY 2018.

SECTION 503 NOTIFICATION

Component: Management Directorate (MGMT)
Purpose: GSA Reimbursable Work Agreements
Amount: \$0.8 Million
Type: Reprogramming

| FROM | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|--|----------------|-------------------------|--------------------------------|----------|
| Approp: Department Operations ¹ (70 X 0100) | \$814,860 | - | - | - |
| PPA: Department Operations | \$814,860 | \$814,860 | - | - |
| Total | | \$814,860 | | - |
| TO | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
| Approp: Department Operations (70 X 0100) | \$814,860 | - | - | - |
| PPA: Department Operations | \$814,860 | \$814,860 | - | - |
| Total | | \$814,860 | | |

1. The amount shown in the Enacted Column reflects the amount currently available in the account. As these amounts were transferred from legacy accounts, their original appropriated amounts are unknown.

I. Description/Justification

To ensure proper use and repurposing of funds, the Department is providing this reprogramming notification for legacy funds.

The General Services Administration (GSA) reconciled bills for Reimbursable Work Agreements (RWA) from 2009 - 2011. During this process, GSA determined they had not appropriately billed against several RWAs before the funds expired or canceled. The table below shows the requirement by year and line of business. GSA continues to reconcile open RWAs using canceled funds to ensure this problem is corrected in the future.

| Office | Fund End Year | Billing Amount |
|--------------|---------------|---------------------|
| CNE | 2009 | \$14,196.12 |
| CNE | 2009 | \$38,522.07 |
| CRCL | 2009 | \$58,428.55 |
| CFO | 2010 | \$497,940.80 |
| CIO | 2011 | \$8,962.95 |
| CRSO | 2010 | \$45,549.84 |
| CRSO | 2010 | \$40,106.45 |
| CRSO | 2010 | \$55,346.53 |
| CRSO | 2011 | \$55,806.69 |
| TOTAL | | \$814,860.00 |

II. Mission Impact Summary

- a. Receiving Account: If use of legacy funds are not approved, the Under Secretary for Management's offices will have to pay out of current year funding. The office's listed above are not in a position to pay using current year funds due to current year priority requirements.

- b. Source Accounts: Departmental Management legacy funds were provided during the initiation of the Department. The use of these funds for this purpose will not adversely impact any other DHS priority or objective.

III. Impact of Department or Congressional Policies

There is no change to the DHS of Congressionally approved objectives and policies that will be impacted by this reprogramming.

IV. Impact on Future Appropriations

This reprogramming does not affect future year appropriations.

SECTION 503 NOTIFICATION

Component: Management Directorate (MGMT)
Purpose: Chief Information Officer (CIO) –Technology Innovation & Information Sharing
 Chief Security Officer (CSO) – Destruction Contract
 Chief Financial Officer (CFO) – Budget & Internal Control Support

Amount: \$9.3 Million
Type: Reprogramming

| FROM | Enacted Amount | Transfer/ Reprog. Amount | Balance after Transfer/ Reprog. | % Impact |
|--|----------------|--------------------------|---------------------------------|----------|
| Approp: Operations and Support ¹ (70 17 0112) | \$597,817,000 | - | \$597,817,000 | - |
| PPA: Chief Procurement Officer ² | \$98,076,000 | \$5,000,000 | \$92,985,708 | 5.19% |
| PPA: Chief Readiness Support Officer ³ | \$54,275,000 | \$4,300,000 | \$49,951,082 | 7.97% |
| Total | | \$9,300,000 | | |
| TO | Enacted Amount | Transfer/ Reprog. Amount | Balance after Transfer/ Reprog. | % Impact |
| Approp: Operations and Support ¹ (70 17 0112) | \$597,817,000 | - | \$597,817,000 | - |
| PPA: Chief Information Officer ⁴ | \$286,074,000 | \$8,000,000 | \$293,983,877 | 2.76% |
| PPA: Chief Security Officer ⁵ | \$63,102,000 | \$300,000 | \$63,338,752 | 0.38% |
| PPA: Chief Financial Officer ⁶ | \$53,700,000 | \$1,000,000 | \$54,643,434 | 1.76% |
| Total | | \$9,300,000 | | |

1. Management Directorate amounts above do not include \$2,493,170 of Operations and Support funding from the proposed Data Framework transfer. Including those amounts in the Management Operations and Support account would result in a balance of \$600,310,170 and an impact of 0.4%.
2. The CPO balance and impacts above include a prior below threshold reprogramming reduction of \$90,292.
3. The CRSO balance and impacts above include a prior below threshold reprogramming reduction of \$23,918.
4. The CIO balance and impacts above include a prior below threshold reprogramming reduction of \$90,123. The CIO amounts do not include \$2,493,170 of Operations and Support funding from the proposed Data Framework transfer. Including those amounts would result in a balance of \$296,477,047 and an impact of 3.64%.
5. The CSO balance and impacts above include a prior below threshold reprogramming reduction of \$63,248.
6. The CFO balance and impacts above include a prior below threshold reprogramming reduction of \$56,566.

I. Description/Justification

I. Chief Information Officer

DHS is requesting \$8 million in reprogrammed funds to cover a shortfall driven by unforeseen equipment failures that required immediate attention. These dollars will restore contract engineering and technical labor support that will alleviate the risk to IT business areas that support the following capabilities:

1. Office of the Chief Technology Officer (\$3.7 million):
 - Assist efforts crucial to modernize outdated legacy IT investments and to speed conversion to modern, cyber secure replacements;
 - address certain mandated FITARA requirements such as developing an integrated process for technical program health assessments;
 - comply with OMB Federal IT Dashboard requirement to conduct Level 1, 2, 3 assessments and special Interest programs/investments;
 - fully support Management Cube, the Department's information technology tool that integrates the financial, acquisition, human capital, contracting, asset, and security data, potentially resulting in increased risk to program health and/or decreased CIO visibility of program health.

2. Office of Information Sharing and Services (\$4.3 million) - Additional funding would restore capabilities to allow for:
 - developing business applications for the integration of the management lines of business,
 - provide enterprise identity services to address the cyber threat due to lack of strong authentication, and
 - enable information sharing services to the broad homeland security stakeholders.

Justification: In order to meet acceptable performance and reliability of the OneNet Mission Essential System, CIO prioritized funding for two critical unplanned actions that occurred in FY 2017 which resulted in reductions to the above business areas. These actions were necessitated by increases in network instability and the need to incrementally fund network infrastructure upgrades during FY 2017:

1. Replaced critical aging network hardware (switches, routers, firewalls) that are End-of-Life (52% by October 2016 rising to 72% in October 2017) was a Department priority. The FY 2018 funding request was submitted to support the recurring year-over-year network hardware replacements associated with these End-of-Life conditions and to modernize the network. However, during early FY 2017, the network experienced a number of mission critical failures that necessitated that OCIO fund replacement equipment during the current Fiscal Year. OCIO determined that the impact to the mission was so severe that infrastructure component replacement was an immediate priority. The loss of the network would directly impact the ability of the Department to support mission critical applications and systems since devices could not be maintained, updated, or retain security certification.
2. The Department also experienced premature failures in its Trusted Internet Connection (TIC) infrastructure which required the early replacement of significant portions of that infrastructure along with incremental funding to its Managed Trusted Internet Protocol Services (MTIPS) capability sufficient to provide secure communications support until the TIC infrastructure could be upgraded. TIC and MTIPS required the replacement of aging End-of-Life hardware and software with a managed service. Additional circuits were necessary and dual-infrastructures had to be maintained until the transition was complete.
3. The Department incurred unplanned costs for emerging Continuous Diagnostic Mitigation (CDM) requirements for initial contractor support to formulate and begin implementation of a Departmental-wide governance framework to ensure standardization across components and policy compliance.
4. The Department experienced an unprecedented growth in its pool of Microsoft Enterprise Licenses during this period due to a change by Microsoft from “enterprise licenses” (all software licenses are covered by a single license) vs. “individual licenses” (where each license is counted separately). The latter approach resulted in a significant uptick in the number of licenses from the standard volume experienced in prior years.

CIO was able to provide for these no-fail/critical fund actions described above through internal mitigation and program reductions. DHS is requesting \$8 million in reprogrammed funds to restore the Office of the Chief Technology Officer and Office of Information Sharing funding that had been reduced.

II. Chief Security Officer

All classified material destruction, with the exception of Information Technology and cryptographic equipment, is performed at the Nebraska Avenue Complex (NAC). OCSO contract employees are responsible for gathering classified material from DHS facilities throughout the national capital region, securely transporting the material to the NAC, and operating industrial shred equipment to complete the destruction process. Equipment consists of two industrial-grade disintegrators for paper products.

Without the additional \$300 thousand in funding, CSO would reduce the scope of this contract from four contractors to two.

III. Chief Financial Officer

1. Internal Control Support (\$500 thousand): Funding is requested to assist Risk Management and Assurance in continuing its services for the Internal Controls Over Financial Reporting (ICOFR) contract in FY 2018. This contract helps to posture the Department to test for, downgrade, and remediate material weaknesses in financial reporting and IT. DHS is the only agency required to obtain an opinion over its internal controls and this support allows for the internal testing that is needed to support DHS in obtaining its first clean ICOFR opinion.
2. Budget Formulation & Execution Support (\$500 thousand): Funding provides for the continued access and support of government shared services required for the Department and all DHS Components to formulate annual budget submissions, track execution data, and comply with Congressional reporting requirements. Resources will be used to continue work in automating reporting and analytical tools that will allow for more focused analysis of budget data. Additionally, this funding will allow the OCFO to pursue the immediate integration of processes across divisional lines, reducing a huge administrative burden that is placed upon DHS Components.

II. Mission Impact Summary

a. Receiving Accounts:

Chief Information Officer

Office of Chief Technology Officer: Additional funding is to continue contract labor that provides technical and engineering support for

- 1) Restoral of Enterprise Architecture capabilities to improve mission effectiveness and efficiency to increase system interoperability and information sharing in a common IT environment across the Department,
- 2) Provide technical oversight and support for major IT programs to deliver capabilities on schedule, improve mission outcomes and reduce cost overruns,
- 3) Provide management and oversight for data collaboration of IT platforms, enabling information sharing between systems and jurisdictional boundaries without affecting data integrity and ensuring security.

Without these additional funds, CIO is negatively impacted in its ability to:

- Continue the award-winning Enterprise Architecture Information Repository (EAIR) system, used by all major DHS mission components, which provides a consistent Unity of Effort to steer Departmental data management decision-making for future technologies and investments.
- Ensure technical and architectural compliance and governance for all software applications, IT change control requests, and technical refreshes operating on the network, Department wide.
- Support CDM through management of web filtering content and fully effective CDM deployment;
- Comply with mandated OMB open source policy to support open data publishing;
- Support data management, review of data migration plans, data models, and data governance services that are being used across multiple Components.

Office of Information Sharing and Services (IS20): Without these additional funds, IS2O will cut a contractor support that will reduce the following:

- Data Framework (DF) will be limited to providing O&M of the four datasets for CBP. The DF program will not be able to contract for services to onboard any additional of the planned datasets in FY 2018: TSA (Secure Flight, Aviation Worker, General Aviation Population and rework associated with Alien Flight School Programs. The DF team will also not be able to on-board any users beyond CBP or A&O.
- The Geospatial program will be unable to let contracts to meet its obligations to distribute up to 600 layers of the Homeland Security Infrastructure Protection (HSIP) to the Federal, State, local, tribal, territorial and private sector partners. This will degrade the Homeland Security Enterprise's ability to gather information for situational awareness for planned and unplanned events across the nation.
- The Homeland Security Information Network (HSIN) Program will be unable to let contracts that provide support for its communications to stakeholders, its user acceptance testing team, and its support to begin planning for upgrading the components within HSIN that are nearing end of life in FY 2018. Without support, HSIN risks being in operation with software it cannot keep updated with the most recent patches including those that mitigate the ever present cyber threat.

Chief Security Officer

Destruction services are essential to DHS considering the significant volume of classified waste processed throughout the enterprise. The protection of classified national security information (CNSI) and Sensitive Compartmented Information (SCI) is mandated by Executive Order 13526 from the beginning through the final phase of its lifecycle which is destruction. Within DHS Headquarters, CSO, as the Cognizant Security Authority has logical oversight of its destruction considering the process involves the secure transport, storage, and handling of CNSI and SCI. If the supporting contract is discontinued, a disruption in destruction services can be expected, as the Headquarters Security Services Division does not have the resources to backfill the positions. A disruption in destruction services will result in a significant backlog of the destruction of classified material throughout the NCR, presenting an increased risk to national security through loss and potential improper disposal of classified material and therefore an increased risk to national security.

Chief Financial Officer

1. Internal Control Support - Without additional resources to assist while we fill the staffing levels, we will exceed capacity and will only be able to minimally support independent verification and validation activities and no testing reviews and aggregation for DHS-wide, thus unable to support Component remediation progress.
2. Budget Formulation & Execution Support - Without this funding, the current IAA with budget shared service providers will expire on August 31st; as a result the OCFO Budget Division will be unable to further improve and develop OMB Budget Justification and the following Congressional Justification for FY 2019 funding.

b. Source Accounts:

Chief Procurement Officer

For FY 2017, due to the timing of the enactment and the hiring freeze, CPO was unable to hire a significant number of vacancies. This caused a salary under burn. Available funding was going to be applied to contract support for items like contract closeout. However, these operations will now be done by federal staff when hired and funding will be applied to higher management priorities. CPO is aggressively working to hire vacancies and to have them on board by the beginning of FY 2018.

Chief Readiness Support Officer

These funds are available as a result of construction schedules delay related to the prior year St Elizabeths funding, specifically the Center Building and the Management building

construction/renovation. Excessive structural deterioration in the existing historic buildings are requiring extraordinary measures thereby affecting schedules as such some security costs have been deferred until FY 2018. Due to diligent contract oversight of FPS costs, CRSO has been able to delay additional expenses not currently required for FPS PSO and contract guard services. These costs are directly attributable to the delayed construction/build out timeline; furthermore, there are required equipment costs that will be delayed to provide these critical funds to other management requirements.

III. Impact of Department or Congressional Policies

There is no change to the DHS of Congressionally approved objectives and policies that will be impacted by this reprogramming.

In accordance with the Federal IT Acquisition Reform Act (FITARA), the DHS Chief Information Officer has reviewed and approved this reprogramming notification.

IV. Impact on Future Appropriations

There is no change to the FY 2018 requested amounts resulting from the reprogramming.

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SECTION 503 NOTIFICATION

Component: Transportation Security Administration
Purpose: Computed Tomography Investment
Amount: \$15.3 Million
Type: Transfer

| FROM | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|---|-----------------|-------------------------|--------------------------------|----------|
| FY 2010 Disaster Relief Base P.L. 111-83 (70 X 0702) ¹ | \$1,478,400,000 | \$15,300,000 | \$1,412,545,400 | 1.03% |
| | Total | \$15,300,000 | | |
| TO | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
| Approp: Procurement, Construction and Investment (70 17/19 0410) | \$206,093,000 | \$15,300,000 | \$221,393,000 | 7.42% |
| PPA: Checkpoint Support | \$111,079,000 | \$15,300,000 | \$126,379,000 | 13.77% |
| | Total | | | |

1. Balance after Transfer/ Reprogramming Amount reflects additional \$6,977,000 transferred to USSS FY 2017 Procurement, Construction, and Improvements Appropriation (70 17/19 0401) and \$43,577,600 transferred in FY 2014. The total percent transferred out of the FY 2010 DRF Appropriation is 4.45%.

I. Description/Justification

Under the authorities provided in Section 503 of the Fiscal Year (FY) 2017 Department of Homeland Security (DHS) Appropriations Act (P.L. 115-31), DHS intends to transfer funds to procure computed tomography investments. Specifically, changes include:

- \$15,300,000 will be transfer from the Disaster Relief Fund (70 X 0702) to the Checkpoint Support PPA within the FY 2017 Procurement, Construction and Investment appropriation.

II. Mission Impact Summary

a. Receiving Account: The FY17 funding requirement is \$15.3M, which will fund:

- Accessible Property Screening System (APSS) Equipment and Algorithm Development (\$10.7M): imaging capability to detect emerging homemade explosives, at lower mass, and prohibited items
- CT Procurement (\$1.5M): Purchase six CT units from multiple vendors (at \$250K per unit) for lab testing.
- APSS Infrastructure Integration (\$1.2M): development and validation of standardized interfaces that can be leveraged by CT and Automated Screening Lane vendors
- Checkpoint Computed Tomography (CT) Deep Learning (\$1.0M): development of an Automated Target Recognition (ATR) capability that automatically detects the presence of prohibited items.
- CT Interface and Functionality Assessments (\$0.9M): development of an effective human-machine interface; including image presentation, image manipulation, bounding boxes, and overall graphical user interface (GUI) to optimize Transportation Security Officer performance

To address present threats related to the aviation transportation sector, TSA must pursue sustained technology investments. Based on previous DHS Research and Development (R&D) efforts, the most impactful technology available today is CT systems at airport checkpoints, as it automates much of the explosives detection function, eliminating the variability introduced by human screeners. TSA was on

a trajectory to invest in CT technology with planned initial deployments in FY20 and must now leverage the development and testing work completed to date to rapidly field CT systems.

Funding CT investment for \$15.3M in FY17 would enable TSA to solicit and award CT solutions highlighted above. In 2016, TSA conducted an APSS industry day to introduce core requirements and a new APSS detection standard. TSA will finalize the required APSS acquisition documentation by June in order to obligate available funding within FY17. The investment will focus on: Equipment Development, Algorithm Development, and Infrastructure Integration.

Source Accounts:

FEMA, Disaster Relief Fund (DRF) Base:

The transfer of \$116 million is derived from recoveries of prior year funds. As of May 2017, FEMA had recovered \$301 million in this account in FY 2017, and it projects to recover an additional \$74 million by fiscal year end. As reported in the May FY 2017 DRF Monthly Report, the projected need for DRF Base-funded activities in FY 2017 is \$604 million. The current projected carryover balance into FY 2018 for the DRF Base is approximately \$1.4 billion. The transfer action will reduce the projected carryover balance to \$1.3 billion.

III. Impact of Department or Congressional Policies

The transfer identified in this notification will not impact DHS, Office of Management and Budget, or Congressionally approved objectives and policies, and are in line with the Administration's priorities.

IV. Impact on Future Appropriations

The CT units procured with funds from this reprogramming will be under warranty during FY 2018, and therefore TSA will not be responsible for any maintenance costs during that time. As such, this reprogramming action has no impact on FY 2018 appropriations.

SECTION 503 NOTIFICATION

Component: United States Coast Guard (USCG)
Purpose: Transfer of \$1,500,000 from the FY 2017 Consolidated Appropriation's Act – Operating Expenses to the FY 2017 Consolidated Appropriation's Act – AC&I Direct Personnel Costs.
Amount: \$1.5 Million
Type: Transfer

| FROM | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|--|-----------------|-------------------------|--------------------------------|----------|
| Approp: Operating Expenses All Periods of Availability ¹ | \$7,079,628,000 | \$1,500,000 | \$7,078,128,000 | 0.02% |
| Operating Expenses TAFS (70 17 0610) | \$7,068,628,000 | | | |
| PPA: Military Pay and Allowances TAFS (70 17 0610) | \$3,544,111,000 | \$1,500,000 | \$3,542,611,000 | 0.04% |
| | Total | \$1,500,000 | | |
| TO | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
| Approp: USCG Acquisition, Construction, and Improvements All Periods of Availability | \$1,370,007,000 | \$1,500,000 | \$1,371,507,000 | 0.11% |
| PPA: Personnel and Related Support Costs (70 17 0613) | \$115,933,000 | \$1,500,000 | \$117,433,000 | 1.29% |
| | Total | \$1,500,000 | | |
| 1. Includes Overseas Contingency Operations Funds (\$162,692,000) | | | | |

I. Description/Justification

The Coast Guard's expenditure rate and projected closeout balance in AC&I Direct Personnel Costs require a transfer of \$1.5M to ensure adequate funds are available for fourth quarter salary and benefit obligations. In the FY 2017 President's Budget submission, the Coast Guard requested \$120,933,000 for AC&I Direct Personnel Costs. The FY 2017 Enacted Amount (Public Law 115-31) appropriated \$115,933,000.

II. Mission Impact Summary

- a. Receiving Account: This \$1.5M transfer will enable the AC&I Personnel and Related Support Costs PPA to pay the current Military and Civilian personnel through the entire fiscal year.
- b. Source Accounts: This transfer action has no impact on the Coast Guard's mission since an estimate \$1.5M in savings is expected within the \$3.54B OE Military Pay account.

III. Impact of Department or Congressional Policies

- a. This transfer will not impact any existing Department or Congressional policies. This transfer is in alignment with the Coast Guard Commandant's and Secretary's priorities. This transfer enables AC&I Direct Personnel Costs to pay the current Military and Civilian workforce.
- b. The Chief Information Officer (CIO) has reviewed and certified this transfer will have no detrimental impact on any current congressional, administration, or department policies with regard to information systems or information technology. Additionally, this transfer does not impact the Office of National Drug Control Policy (ONDCP) budget and does not require approval of the Director of ONDCP.

IV. Impact on Future Appropriations

This transfer will have no impact on future appropriations. This transfer is a one-time adjustment.

SECTION 503 NOTIFICATION

Component: United States Coast Guard (USCG)
Purpose: Reprogramming of \$1,300,000 from the FY 2012 Consolidated Appropriation's Act – Other Acquisition Programs & Aircraft to the FY 2012 Consolidated Appropriation's Act – Aircraft.
Amount: \$1.3 Million
Type: Reprogramming

| FROM | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|--|-----------------|-------------------------|--------------------------------|----------|
| Approp: AC&I; Other Acquisitions Programs; C4ISR (70 12/16 0613) | \$38,500,000 | \$1,100,000 | \$87,433 | 2.86% |
| PPA: Aircraft; Airframe Replacement (CGNR 6017) | \$18,300,000 | \$200,000 | \$39,813 | 1.09% |
| Total | | \$1,300,000 | | |
| TO | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
| Approp: USCG Acquisition, Construction, and Improvements (70 12/16 0613) | \$1,403,924,000 | | \$1,403,924,000 | |
| PPA: Aircraft; Long Range Surveillance Aircraft | \$62,000,000 | \$1,300,000 | \$1,312,681 | 2.12% |
| Total | | \$1,300,000 | | |

I. Description/Justification

The requested reprogramming will fund an in-scope contract modification required by a change to government-furnished technical data provided to perform an aircraft retrofit. Without the reprogrammed funding for this antecedent liability, work on the single, FY12-funded Minotaur retrofit aircraft will cease and not continue until additional funds become available and the contract modification is awarded. Failure to fund will require the Coast Guard to maintain a duplicate Mission System logistics infrastructure and software version for the C-130J aircraft and support two separate Mission System Suite configurations until all aircraft are retrofitted to the latest version of the technical data package. Furthermore, interoperability and commonality with DHS and DOD will be degraded with one aircraft remaining in a unique configuration.

\$2.0M was reprogrammed from HH-60 Conversion Projects (the \$2M was savings realized during the lifespan of the appropriation) in May, 2016 to retrofit one existing HC-130J Long Range Surveillance (LRS) aircraft with the Minotaur Mission System Suite (MSS+). Fulfilling this request enabled the Minotaur retrofit effort to start earlier than planned and helped relieve the burden of managing the Legacy Mission System Suite (MSS) assets within the fleet. Retrofit work was awarded through an existing option under the C-130J Minotaur Missionization contract awarded to L3 Technologies which was exercised on 14 June 2016, which enabled the Coast Guard to obligate imminently expiring funds and begin work.

Engineering changes to the Minotaur Mission System prototype aircraft have continued since award of the Retrofit option. This reprogramming effort will cover an immediate antecedent liability arising from an Engineering Change Proposal (ECP) levied against the C-130J Minotaur Missionization contract with L3. This ECP ensures a standardized configuration amongst all production aircraft, retrofits, and the prototype aircraft. The Long Range Surveillance (LRS) Program has sufficient funds to cover all existing requirements with the exception of the one retrofit that was funded with the expired FY12 funding reprogrammed from H-60. There is approximately \$24K remaining in expired FY12 funds in LRS and the requirement is for \$1.3M.

II. Mission Impact Summary

- a. Receiving Account: This \$1.3M will be immediately obligated against the antecedent liability for retrofit of one HC-130J aircraft to install the Minotaur Mission System Suite.
- b. Source Accounts: This reprogramming action has no impact on the Coast Guard's mission since \$1.1M was a savings realized from a contractual de-obligation from CG-9335 (C4ISR) and the funding is expired. An additional \$0.2M was a savings realized from the CGNR-6017 Airframe Replacement during the life of its appropriation.

III. Impact of Department or Congressional Policies

- a. This reprogramming will not impact any existing Department or Congressional policies. This reprogramming is in alignment with the Coast Guard Commandant's and Secretary's priorities. This reprogramming enables the incorporation of the most recent version of the NAVAIR technical data package for the Minotaur Mission System Suite which promotes interoperability and commonality with Department of Defense (U.S. Navy) and Department of Homeland Security (CBP).
- b. The Chief Information Officer (CIO) has reviewed and certified this reprogramming will have no detrimental impact on any current congressional, administration, or department policies with regard to information systems or information technology. Additionally, this reprogramming does not impact the Office of National Drug Control Policy (ONDCP) budget and does not require approval of the Director of ONDCP.

IV. Impact on Future Appropriations

This reprogramming will have no impact on future appropriations. This reprogramming is a one-time adjustment.

SECTION 503 NOTIFICATION

Component: United States Secret Service
Purpose: United Nations General Assembly Designated an National Special Security Event
Amount: \$12.6 Million
Type: Reprogramming

| FROM | Enacted Amount | Transfer/ Reprog. Amount | Balance after Transfer/ Reprog. | % Impact |
|---|-----------------|--------------------------|---------------------------------|----------|
| Appropriation: Operations & Support All Periods of Availability | \$1,879,463,000 | - | \$1,879,463,000 | - |
| TAFS: Operations & Support (70 17 0400) | \$1,836,497,000 | \$12,550,000 | \$1,836,497,000 | 0.00% |
| PPA: Domestic & International Field Operations All Periods of Availability | \$768,146,000 | \$12,550,000 | \$755,596,000 | 1.63% |
| Domestic & International Field Operations (70 17 0400) | \$763,271,000 | \$12,550,000 | \$750,721,000 | 1.64% |
| Total | | \$12,550,000 | | |

| TO | Enacted Amount | Transfer/ Reprog. Amount | Balance after Transfer/ Reprog. | % Impact |
|--|-----------------|--------------------------|---------------------------------|----------|
| Appropriation: Operations & Support All Periods of Availability | \$1,879,463,000 | \$12,550,000 | \$1,879,463,000 | 0.00% |
| TAFS: Operations & Support (70 17 0400) | \$1,836,497,000 | \$12,550,000 | \$1,836,497,000 | 0.00% |
| PPA: Presidential Campaigns & NSSEs All Periods of Availability | \$51,734,000 | \$12,550,000 | \$64,284,000 | 24.26% |
| Presidential Campaigns & NSSEs (70 17 0400) | \$47,234,000 | \$12,550,000 | \$59,784,000 | 26.57% |
| Total | | \$12,550,000 | | |

I. Description/Justification

Pursuant to Section 503 authorities provided in the FY 2017 Department of Homeland Security (DHS) Appropriations Act (P.L. 115-31), the U.S. Secret Service (USSS) intends to reprogram \$12.6 million from the Domestic and International Field Operations PPA Level II to the Presidential Campaigns and National Special Security Event Fund (NSSE) PPA Level II to begin contracting for goods, services, and space that must be procured in advance to support the United Nations General Assembly (UNGA) in September 2017.

P.L. 115-31 provides base funding for Secret Service to perform protective activities associated with UNGA meetings, but USSS cannot obligate funds in the Protection of Persons and Facilities PPA Level II for NSSE-related activities.

On May 19, 2017, DHS Secretary Kelly designated a portion of UNGA-72 an NSSE. Historically, with the exception of FY 2015 and FY 2016, UNGA was not designated an NSSE. The General Assembly's regular session will begin September 12, 2017 and general debate is expected to begin September 19, 2017. To ensure the protection of more than 100 foreign heads of state or government and their spouses, DHS Secretary Kelly declared September 17, 2017 to on or about September 22, 2017 an NSSE.

Total estimated cost of UNGA-72 is \$15.0 million, which is comprised of the following:

- \$4.6 million – Personnel Compensation: Funding for 97,000 hours of overtime.

- \$10.2 million – Travel: Funding to secure hotel rooms, per diem, and provide transportation for USSS personnel participating in protective operations in New York.
- \$0.2 million – Other Services: Funding to provide consumable supplies and support services contracts.

II. Mission Impact Summary

Receiving Account: In FY 2017, \$4.5 million of two-year funding was appropriated to the Presidential Campaigns and NSSE PPA Level II; \$2.5 million remains available. As such, USSS faces a \$12.6 million shortfall in the Presidential Campaigns and NSSE PPA Level II. The two-year funding will be utilized in conjunction with the reprogrammed one-year funding.

Source Accounts: To address the shortfall in the Presidential Campaigns and NSSE PPA Level II, USSS intends to reprogram \$12.6 million of UNGA mission funds from the Domestic and International Field Operations PPA Level II. The reprogramming will have no adverse mission impact as these funds were intended to support UNGA-72.

III. Impact of Department or Congressional Policies

Implementing this reprogramming will not negatively impact any existing Department or Congressional policies and will enable DHS and the Secret Service to meet frontline mission requirements.

IV. Impact on Future Appropriations

This reprogramming action is necessitated by UNGA-72 declared an NSSE and will not impact future appropriations.

SECTION 503 NOTIFICATION

Component: United States Secret Service
Purpose: 2016 Presidential Campaign / 2017 Presidential Inauguration
Amount: \$9 Million
Type: Reprogramming

| FROM | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|---|-----------------|-------------------------|--------------------------------|----------|
| Appropriation: Operations & Support All Periods of Availability | \$1,879,463,000 | - | \$1,879,463,000 | - |
| TAFS: Operations & Support (70 17 0400) | \$1,836,497,000 | \$9,000,000 | \$1,827,497,000 | 0.00% |
| PPA: Domestic & International Field Operations All Periods of Availability | \$768,146,000 | \$9,000,000 | \$759,146,000 | 1.17% |
| Domestic & International Field Operations (70 17 0400) | \$763,271,000 | \$9,000,000 | \$754,271,000 | 1.18% |
| Total | | \$9,000,000 | | |

| TO | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|--|-----------------|-------------------------|--------------------------------|----------|
| Appropriation: Operations & Support All Periods of Availability | \$1,879,463,000 | - | \$1,879,463,000 | - |
| TAFS: Operations & Support (70 17 0400) | \$1,836,497,000 | \$9,000,000 | \$1,836,497,000 | 0.00% |
| PPA: Presidential Campaigns & NSSEs All Periods of Availability | \$51,734,000 | \$9,000,000 | \$60,734,000 | 17.40% |
| Presidential Campaigns & NSSEs (70 17 0400) | \$47,234,000 | \$9,000,000 | \$56,234,000 | 19.05% |
| Total | | \$9,000,000 | | |

Description/Justification

Pursuant to Section 503 authorities provided in the FY 2017 Department of Homeland Security (DHS) Appropriations Act (P.L. 115-31), the U.S. Secret Service (USSS) intends to reprogram \$9.0 million from the Domestic and International Field Operations PPA Level II to the Presidential Campaigns and National Special Security Events (NSSE) PPA Level II to fund anticipated upward adjustments of prior obligations incurred during the 2016 Presidential Campaign and the January 2017 Presidential Inauguration. Campaign funding also supports costs associated with the President Elect during the time period between the election and inauguration.

P.L. 115-31 provided \$51.7 million to the Presidential Campaigns and NSSE PPA Level II; of which \$47.2 million was designated for campaign related protection costs. This funding provides for the comprehensive planning and implementation of security plans for the protection of designated candidates/nominees during the 2016 Presidential Campaign, Presidential and Vice Presidential Debates, and the 2017 Presidential Inauguration.

The USSS requires an additional \$9.0 million in this PPA to fund anticipated upward adjustments of prior obligations incurred during the Inauguration. Based on revised threat assessments prior to the event, USSS security managers were required to significantly enhance the protective posture around the N.C.R for the Inauguration. This year's Inauguration required enhanced fencing along the parade route and other key areas that exceeded initial estimates. Funding is needed due to the size and complexity of events. The majority of the increase is related to Inauguration activities, but there is a portion of the increase associated with

activities prior to January 20, 2017. The original cost estimate for the 2017 Presidential Inauguration was \$10.8 million and anticipated actual expenses are estimated to be \$18.9 million. Total estimated cost of the FY 2017 portion of the 2016 Presidential Campaign is \$56.0 million, which is comprised of the following:

- \$5.3 million – Personnel Compensation: Funding to provide payment of overtime required to sustain mission operations.
- \$28.2 million – Travel: Funding to secure adequate hotel rooms, provide per diem, and provide transportation for USSS personnel participating in protective operations in New York.
- \$21.0 million – Contractual Services: Funding for contractual support for security fencing, Economy Act Agreements, and other costs associated with the Campaign.
- \$1.5 million – Other Services: Funding to provide consumable supplies and transportation services.

I. Mission Impact Summary

Receiving Account: \$51.7 million was appropriated to the Presidential Campaign and NSSE PPA Level II, of which \$47.2 million was designated for campaign related protection costs. This results in a \$9.0 million shortfall. Given the critical nature of this mission, USSS cannot assume avoidable risks or allow funding shortfalls during the execution of its mission.

Source Accounts: To address the shortfall in the Presidential Campaign and NSSE PPA Level II, USSS intends to reprogram \$9.0 million from the Domestic and International Field Operations PPA Level II.

Impact of Department or Congressional Policies

Implementing this reprogramming will not negatively impact existing Department or Congressional policies and will enable DHS and the Secret Service to meet frontline mission requirements.

II. Impact on Future Appropriations

This reprogramming action is necessitated by the size and complexity of the 2016 Presidential Campaign/2017 Inauguration and does not impact future appropriations.

SECTION 503 NOTIFICATION

Component: United States Secret Service
Purpose: Information Integration and Technology Transformation
Amount: \$7.0 Million
Type: Transfer

| FROM | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|--|-----------------|-------------------------|--------------------------------|----------|
| FY 2010 Disaster Relief Fund Base P.L. 111-83 (70 X 0702) ¹ | \$1,478,400,000 | \$6,977,000 | \$1,412,545,400 | 0.47% |
| | Total | \$6,977,000 | | |
| TO | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
| Appropriation: Procurement, Construction, & Improvements – All Periods of Availability | \$163,615,000 | \$6,977,000 | \$170,592,000 | 4.26% |
| TAFS: PC&I (70 17/19 0401) | \$113,615,000 | \$6,977,000 | \$120,592,000 | 6.14% |
| PPA: Operational Communications/Information Technology – All Periods of Availability | \$59,775,000 | \$6,977,000 | \$66,752,000 | 11.67% |
| Operational Communications/Information Technology (70 17/19 0401) | \$59,775,000 | \$6,977,000 | \$66,752,000 | 11.67% |
| | Total | \$6,977,000 | | |

1. Balance after Transfer/Reprogramming reflects additional \$15,300,000 transferred to TSA Procurement, Construction, and Improvements (70 17/19 0410) and \$43,577,600 transferred in FY 2014. The total percent transferred out of the FY 2010 DRF Appropriation is 4.45%.

I. Description/Justification

Pursuant to Section 503 authorities provided in the FY 2017 Department of Homeland Security (DHS) Appropriations Act (P.L. 115-31), DHS intends to transfer \$7.0 million from the Disaster Relief Fund to the Operational Communications/Information Technology PPA within Secret Service's Procurement, Construction, and Improvements appropriation. These funds are required to sustain capability improvements, essential to interoperable and reliable communication of voice and data.

P.L. 115-31 provided \$59,775,000 million to the Operational Communications/Information Technology PPA. This PPA was reduced by \$10.0 million from the FY 2017 President's Budget Request due to carry-over of prior-year funds. The \$10.0 million reduction equates to a 30% decrease to the IITT PC&I budget. The requested funds were programmed and planned to strategically enhance IT operations to meet mission demands. Using carryover is an investment strategy, which permits layering components into the overall infrastructure rather than rushing acquisition decisions for the sake of execution.

USSS requires \$7.0 million to mitigate delays for planned upgrades to the alternate data center and major field sites. Delays to this schedule impede the ability to provide a fully redundant back-up to the headquarters data center. Legacy equipment and software will have to be maintained for longer periods pending new funding in FY 2018 and FY 2019. Without this reprogramming, USSS will not be able to mitigate emerging threats or operational risk, as well as the ability to meet technical operational capacity required to support key operations (White House, Cyber Security, and Investigations).

• **Enabling Capabilities \$6.7 million**

Funding is required to avoid network upgrade delays, cybersecurity improvements, applications support and applications development. Without this funding, the Service IT networks face increased cybersecurity risks. The Enabling Capability (EC) network and cybersecurity equipment procurements will delay the planned upgrades for the alternate data center and major field sites. This will delay the ability to provide a fully redundant back-up to the headquarters data center. The impact will result in maintaining the legacy

equipment and software for longer periods pending new funding in FY 2018 and FY 2019. The EC deployment plan will change by adopting an incremental fielding strategy. The EC schedule baseline for full operational capability (FOC) will not be achieved as planned.

• **Enterprise Resource Management System (ERMS) \$0.277 million**

The Uniformed Division Resource Management System (UDRMS) is currently deployed to the Uniformed Division (UD) headquarters and Foreign Mission branches. The transferred funds will enable USSS to deploy UDRMS to the four remaining UD branches: Vice President Residence, Training Center, Canine, and the White House. In addition, USSS will be able to deploy the Event Planning and Scheduling piece of UDRMS.

Mission Impact Summary

Receiving Account: Funding is necessary for the following reasons:

IITT is a mixed program – containing both development and sustainment efforts until achieving the planned Full Operating Capability (FOC) for Enabling Capabilities (EC) in FY 2018. The 30% reduction to PC&I funding delays the program, increases operational risk for IT readiness as well as critical infrastructure and redundancy for White House protective stance. Given the daily expanding threat environment both CONUS and OCONUS it is operational imperative the planned infrastructure modernization enhancements be completed without delay.

Reduced funding is a significant challenge for support of critical operational mission activities (White House, Cyber Security and Investigations).

The \$10.0 million reduction to PC&I funding in FY 2017 causes the following impacts:

- Defer network modernization to 134 Field Offices, slowing implementation of the converged network, which allows the voice, radio, and video data to ride on the same network (which reduces the overall cost of telecommunications). Additionally, this prevents the USSS HQ from monitoring ongoing Protective, Investigative, or NSSE operations at field office locations (New York Trump Tower, Florida Residence, etc).
- Delay modernization of 134 Field Offices which will delay the increased reliability of network connectivity, preventing outages which currently occur in the Field Offices. Of note, current bandwidth capacity at most Field Offices is 'old' T-1 transmission paths.
- Delay modernization of 134 Field Offices will delay increasing bandwidth, no collaboration tools, no current Applications, and no Radio over IP Networks.
- Stop all new development of Applications supporting the operations.
- Stop all development of new Applications for upgraded cell phones to support Agents on protective, investigative missions, and NSSE(s).
- Stop all support of Information Assurance (FISMA) and On-Going Assessments of our networks (Cyber Security), resulting in a significant drop in FISMA compliance.
- No new software systems (WIN 10) could be deployed onto the USSS network.
- No buildout of a Network Operations/Security Center (NOSC).
- No Continuous Diagnostic Mitigation (CDM) – (Cyber Security).
- No implementation of WiFi in any Field Office.
- No increase of modernized storage capacity, to include no increase in virtualizing server capacity.
- Delays upgrading Cyber Security Host Intrusion Prevention System (HIPS).
- Critically delays complying with HSPD-12 (PIV) compliance and single sign on.
- Would allow for no penetration testing.
- Significantly delays a 24/7 consolidated Service/Help Desk supporting a global workforce.

- Significantly delays the ability to perform inventory of network systems, patching, application deployment, full auditing or all IP devices connected to our networks.
- Significant drop in the continuous monitoring, upgrades, and operational capability of two extremely critical systems – Worker and Visitor Entrance System (WAVES) and the First Family Locator (FFL) system.

Source Accounts: The transfer of \$112 million is derived from recoveries of prior year funds. As of May 2017, FEMA had recovered \$301 million in this account in FY 2017, and it projects to recover an additional \$74 million by fiscal year end. As reported in the May FY 2017 DRF Monthly Report, the projected need for DRF Base-funded activities in FY 2017 is \$604 million. The current projected carryover balance into FY 2018 for the DRF Base is approximately \$1.4 billion. The transfer action will reduce the projected carryover balance to \$1.3 billion.

II. Impact of Department or Congressional Policies

In accordance with the Federal IT Acquisition Reform Act (FITARA), the Secret Service Chief Information Officer and DHS Chief Information Officer have reviewed and approved this reprogramming notification. Implementing this reprogramming will not negatively impact any existing Department or Congressional policies and will enable DHS and the Secret Service to meet frontline mission requirements

III. Impact on Future Appropriations

This reprogramming action is necessary to advance IT infrastructure. Investment delays will result in future cost increases and diminish the USSS' ability to acquire cutting edge technologies needed to confront an ever evolving threat. Transferring funds to the USSS PC&I account avoids unnecessary costs from an interrupted investment strategy. The new leadership within the USSS CIO directorate has made significant strides to set the framework for acquiring IT in a holistic and purposeful manner to maximize operability; this transfer allows continuity.

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SECTION 503 NOTIFICATION

Component: United States Secret Service
Purpose: Operational Mission Support
Amount: \$9 Million
Type: Transfer

| FROM | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
|---|----------------|-------------------------|--------------------------------|----------|
| FY 2015 Disaster Relief Fund Base P.L. 114-4 (70 X 0702) ¹ | \$571,671,872 | \$9,000,000 | \$545,834,622 | 1.57% |
| | Total | \$9,000,000 | | |
| TO | Enacted Amount | Transfer/Reprog. Amount | Balance after Transfer/Reprog. | % Impact |
| Approp: Procurement, Construction, and Improvements – All Periods of Availability | \$163,615,000 | \$9,000,000 | \$172,615,000 | 5.50% |
| PC&I (70 17/19 0401) | \$113,615,000 | \$9,000,000 | \$122,615,000 | 7.92% |
| PPA: Protection Assets and Infrastructure All Periods of Availability | \$53,840,000 | \$9,000,000 | \$62,840,000 | 16.72% |
| Protection Assets and Infrastructure (70 17/19 0401) | \$53,840,000 | \$9,000,000 | \$62,840,000 | 16.72% |
| | Total | \$9,000,000 | | |

¹ Balance after Transfer/Reprogramming reflects additional \$16,837,250 transferred to ICE Operations and Support Appropriation (70 17 0540). The total percent transferred out of the FY 2015 DRF Appropriation is 4.52%.

I. Description/Justification

Pursuant to Section 503 authorities provided in the FY 2017 Department of Homeland Security (DHS) Appropriations Act (P.L. 115-31), DHS intends to transfer \$9.0 million from the Disaster Relief Fund to the Protection Assets and Infrastructure PPA within the Service's Operations and Support (O&S) appropriation.

The implementation of OMS is a multi-year effort to address current and evolving threats. It is critical that the Secret Service have these resources to continually update and upgrade technical countermeasures in order to ensure a safe environment and provide enhanced security coverage for the President, Vice President, and other Secret Service protectees. Delays to these efforts directly impede the Secret Service's ability to increase the overall level of protection at the White House Complex, increasing vulnerability to the individuals at this site.

II. Mission Impact Summary

Receiving Account: P.L. 115-31 provides \$53,840,000 to the Protection Assets and Infrastructure PPA.

The transfer would provide an additional \$9.0 million to the Operational Mission Support (OMS) program; OMS PC&I funding was reduced by \$10.0 million in FY 2017 Enacted. OMS supports the protection of the President and Vice President at the White House Complex (WHC), the Vice President's Residence, and temporary sites from emerging explosive, chemical, biological, radiological, and cyber threats. OMS' advanced protective countermeasures are designed to address both established and evolving threats.

| | |
|---|--------------------|
| <u>Enhanced Explosive Detection Systems</u> | <u>\$3,000,000</u> |
| • IED Electronic Countermeasure | \$3,000,000 |

These funds will allow the Secret Service to better meet current and evolving, plausible, credible threats related to explosive device mitigation. This support will upgrade and expand an existing countermeasure system. The FY 2018 President's Budget Request was built with the assumption that all requested PC&I funding would be received. In addition, \$1.95 million is included in the FY 2018 President's Budget Request to support this effort. To absorb the FY 2017 Enacted shortfall, the Secret Service deferred purchase of

classified equipment to a later date when funding is available. If the \$3 million of FY 2017 funding is not restored, completion of this upgrade/expansion will be delayed until at least 2020. Delaying this work will result in an unacceptable level of increased risk and vulnerability to Secret Service protectees.

Additional information can be provided in a classified format on specifically what is being impacted by this reduction and the vulnerability it allows.

| | |
|---|--------------------|
| <u>White House Physical Protective Structures</u> | <u>\$6,000,000</u> |
| • Crown Infrastructure Upgrades | \$6,000,000 |

The Secret Service is undertaking an effort to update and expand the security infrastructure on the White House grounds. The security infrastructure is comprised of manholes/handholes, conduits, fiber optic cabling, and power cabling needed to support the electronic security systems (alarms, cameras, sensors, etc.) used by Secret Service personnel to aid in protecting the White House. The existing infrastructure was installed over many years, in a limited manner, and on a much smaller scale than what is required today. This infrastructure upgrade will provide a comprehensive security system backbone on the White House Complex that will allow for and facilitate future upgrades, enhancement, and expansion of the Secret Service's electronic security systems.

The Secret Service is in the process of upgrading the security infrastructure on the north grounds. Through the National Park Service, the Secret Service has obligated approximately \$7.0 million of previous year's funding as part of a design-build contract to install new infrastructure on the north grounds. The design portion of this project is nearly complete, and on-site construction is expected to begin in summer 2017.

After the north grounds work is complete, the Secret Service plans to begin a similar project on the south grounds. This reduction eliminates a significant portion of the resources needed to begin this second phase of this effort. The total cost of the south grounds infrastructure is estimated at \$13.0 million to \$14.0 million, based on the cost of the north grounds. The Secret Service planned to use \$6.0 million of FY 2017 funding, and \$6.3 million requested in the FY 2018 President's Budget to initiate the south grounds work.

If the transfer of \$6.0 million is not approved, the Secret Service will defer work or reduce the scope of the south grounds project based on the funding provided. Reducing the south grounds scope limits where new infrastructure can be installed, which in turn limits where existing and proposed electronic security systems can be enhanced, expanded, or upgraded. Delaying this work will result in an unacceptable level of increased risk to the White House Complex and its occupants. Over time, there is a compounding effect upgrade and expand electronic security systems are not addressed on the White House Grounds. USSS is not able to address known and emerging threats, which creates a vulnerability that cannot be overstated.

Source Accounts: The transfer of \$112 million is derived from recoveries of prior year funds. As of May 2017, FEMA had recovered \$301 million in this account in FY 2017, and it projects to recover an additional \$74 million by fiscal year end. As reported in the May FY 2017 DRF Monthly Report, the projected need for DRF Base-funded activities in FY 2017 is \$604 million. The current projected carryover balance into FY 2018 for the DRF Base is approximately \$1.4 billion. The transfer action will reduce the projected carryover balance to \$1.3 billion.

III. Impact of Department or Congressional Policies

Implementing this transfer will not negatively impact existing Department or Congressional policies and will enable DHS and the Secret Service to meet frontline mission requirements.

IV. Impact on Future Appropriations

This transfer action is necessary in order to provide capabilities to allow the Secret Service to better meet current and evolving, plausible, credible threats.

SECTION 505 NOTIFICATION

| Appropriations (TAFS) | Unobligated Balance as of 5/31/2017 | Unobligated Balance Available Pursuant to Sec. 505 ^a |
|---|--|--|
| FEMA, FY 2016 Salaries and Expenses (70 16 0700) | \$ 6,288,833 | \$ 1,828,824 |
| ICE, FY 2016 Salaries and Expenses (70 16 0504) | \$ 6,534,604 | \$ 3,267,302 |

^aBalance is net of \$1,275,569 Rescission pursuant to P.L. 115-31.

Pursuant to authorities provided in Section 505 of the Fiscal Year 2016 Department of Homeland Security Appropriations Act (P.L. 114-113), the Department intends to use 50 percent of unobligated salaries and expense balances remaining available as of the end of fiscal year 2016, as recorded in the financial records on May 31, 2017. These funds will be made available for various purposes for which they were originally appropriated. Additional detail on each component is provided below.

FEMA: This additional funding would enable FEMA to undertake meaningful audit remediation prior to the start of the FY18 financial audit supporting the Department's strategic priority on obtaining and maintaining a clean audit opinion on Internal Controls.

ICE: This additional funding would provide \$3.3 million in lapsed funds to Custody Operations payroll expenses.

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Homeland
Security

The Honorable John Boozman
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Chairman Boozman:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

The enclosed notification is provided in accordance with authorities required by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31), and is necessary due to extraordinary circumstances imminently threatening the safety of human life and the protection of property. This material provides detailed justification and impact of the reprogramming requirements. The Department will keep congressional members apprised as funds are moved between the Base Disaster Relief and Disaster Relief categories and the execution of funds spent for this effort.

Identical letters have been sent to the Ranking Member of the Senate Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,

A handwritten signature in black ink, appearing to read "Stacy Marcott", with a long horizontal flourish extending to the right.

Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

The Honorable John Carter
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Chairman Carter:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

The Honorable Lucille Roybal-Allard
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Representative Roybal-Allard:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

The enclosed notification is provided in accordance with authorities required by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31), and is necessary due to extraordinary circumstances imminently threatening the safety of human life and the protection of property. This material provides detailed justification and impact of the reprogramming requirements. The Department will keep congressional members apprised as funds are moved between the Base Disaster Relief and Disaster Relief categories and the execution of funds spent for this effort.

Identical letters have been sent to the Chairman of the House Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

The Honorable Jon Tester
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Senator Tester:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

The enclosed notification is provided in accordance with authorities required by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31), and is necessary due to extraordinary circumstances imminently threatening the safety of human life and the protection of property. This material provides detailed justification and impact of the reprogramming requirements. The Department will keep congressional members apprised as funds are moved between the Base Disaster Relief and Disaster Relief categories and the execution of funds spent for this effort.

Identical letters have been sent to the Chairman of the Senate Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

FEB 28 2017

The Honorable John Boozman
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Chairman Boozman:

In accordance with Section 503 of the Department of Homeland Security Appropriations Act, 2016, as continued by Section 101 of Division C of Public Law 114-223, and as amended by Section 101 of Division A of Public Law 114-254, the Department of Homeland Security (DHS) provides notification of its intent to reprogram \$20 million to immediately begin the planning, designing, and constructing a physical wall along the Southwest Border. Enclosed Section 503 notification provides additional details. This reprogramming will initiate actions on the Executive Order on Border Security and Immigration Enforcement Improvements (EO13767).

Identical letters have been sent to the Ranking Member of the Senate Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,

A handwritten signature in black ink, appearing to read "Stacy Marcott", with a long horizontal flourish extending to the right.

Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: Section 503 Notification



Homeland
Security

SEP 12 2017

The Honorable John Boozman
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
United States Senate
Washington, DC 20510

Dear Mr. Chairman:

The Department of Homeland Security (DHS) provides notification of its intent to transfer funds to address critical and essential needs within the U.S. Coast Guard's Operating Expenses (OE), Military Pay and Allowances and Operating Funds and Unit Level Maintenance as a result of the Hurricane Harvey response.

The enclosed notifications are provided in accordance with the authority stipulated by Section 503(c) of P.L. 115-31, which states, "No funds shall be reprogrammed within or transferred between appropriations based upon an initial notification provided after June 30, except in extraordinary circumstances that imminently threaten the safety of human life or the protection of property." This material provides justifications and impacts of the transfer requirements.

Identical letters have been sent to the Ranking Member of the Senate Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6).

Sincerely,

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Stacy Marcott
Acting Chief Financial Officer

Enclosure: Sections 503 Notifications



Homeland Security

FEB 28 2017

The Honorable John Carter
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Chairman Carter:

In accordance with Section 503 of the Department of Homeland Security Appropriations Act, 2016, as continued by Section 101 of Division C of Public Law 114-223, and as amended by Section 101 of Division A of Public Law 114-254, the Department of Homeland Security (DHS) provides notification of its intent to reprogram \$20 million to immediately begin the planning, designing, and constructing a physical wall along the Southwest Border. Enclosed Section 503 notification provides additional details. This reprogramming will initiate actions on the Executive Order on Border Security and Immigration Enforcement Improvements (EO13767).

Identical letters have been sent to the Ranking Member of the House Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6) [redacted].

Sincerely,

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: Section 503 Notification



Homeland Security

SEP 12 2017

The Honorable John R. Carter
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
United States House of Representatives
Washington, DC 20515

Dear Mr. Chairman:

The Department of Homeland Security (DHS) provides notification of its intent to transfer funds to address critical and essential needs within the U.S. Coast Guard's Operating Expenses (OE), Military Pay and Allowances and Operating Funds and Unit Level Maintenance as a result of the Hurricane Harvey response.

The enclosed notifications are provided in accordance with the authority stipulated by Section 503(c) of P.L. 115-31, which states, "No funds shall be reprogrammed within or transferred between appropriations based upon an initial notification provided after June 30, except in extraordinary circumstances that imminently threaten the safety of human life or the protection of property." This material provides justifications and impacts of the transfer requirements.

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Stacy Marcott
Acting Chief Financial Officer

Enclosure: Section 503 Notifications

SECTION 503 NOTIFICATION

Component: U.S. Customs and Border Protection (CBP)
 Purpose: Border Wall Planning and Construction
 Amount: \$20 million

| FROM | Revised Enacted Amount | Reprog. Amount | Balance after Reprog. | % Impact |
|--|------------------------|--------------------------|-----------------------|----------|
| U.S Customs and Border Protection (\$5M) Reprogramming Notification | | | | |
| Approp: Border Security Fencing, Infrastructure, and Technology ¹ (Reprog.) | \$376,261,000 | \$0 | \$376,261,000 | 0.00% |
| PPA: Operations and Maintenance (70 16/17 0533) | \$250,667,000 | \$5,000,000 | \$245,657,000 | -1.99% |
| PPA: Development and Deployment ² | \$125,594,000 | \$0 | \$125,594,000 | 0.00% |
| TOTAL | | \$5,000,000 | | |
| TO | Revised Enacted Amount | Transfer/ Reprog. Amount | Balance after Reprog. | % Impact |
| U.S Customs and Border Protection (\$5M) Reprogramming Notification | | | | |
| Approp: Border Security Fencing, Infrastructure, and Technology (Reprog.) | \$376,261,000 | \$0 | \$376,261,000 | 0.00% |
| PPA: Development and Deployment (70 15/17 0533) | \$125,594,000 | \$5,000,000 | \$130,594,000 | 3.98% |
| TOTAL | | \$5,000,000 | | |

¹ \$44.9M of Revised Enacted funds expired on September 30, 2015; \$6.205M transferred to TSA in FY 2016 reprogramming

² As described in the narrative below, CBP will realign \$15 million within this PPA. This funding was originally justified for Mobile Video Surveillance Systems (MVSS) requirements. It will now fund border wall requirements. As such, there is no net impact to the PPA.

I. Description/Justification

Funding Uses:

Border Wall Requirements (to be funded through a reprogramming)

Pursuant to Section 4(a) and 4(b) of the Executive Order entitled "Border Security and Immigration Enforcement Improvements" issued by the President on January 25, 2017, the Secretary has identified \$20 million of immediately available funding to begin planning, designing, and constructing a physical wall along the southern land border with Mexico, in accordance with existing law.

The Secretary directed CBP to consult the appropriate executive departments and agencies, and relevant nongovernmental entities to immediately begin planning, design, construction, and maintenance of a wall, including the attendant lighting, technology (including sensors), and patrol and access roads.

CBP plans to issue a solicitation to industry in early March to seek proposals for several prototype wall designs along the southern border. CBP will use the reprogrammed funding to award design-build contracts to develop border wall prototypes that meet CBP operational requirements.

CBP will also use reprogrammed funding to acquire necessary contractor resources (e.g., project managers, engineers, environmental specialists) to support the program from concept through initial production. Additional resources will be required to support sustained full rate production.

It is important to note that this reprogramming only addresses initial planning and construction of the wall prototypes and does not account for broader border security infrastructure system requirements necessary to implement the Executive Order. CBP is in the process of finalizing its operational requirements for a broader border security infrastructure system.

Summary of Funding Uses

| Program/Activity | Appropriation | PPA | TAFs | Amount |
|--------------------------|---------------|-----|---------------|---------------------|
| Border Wall Requirements | BSFIT | D&D | 70 15/17 0533 | \$20,000,000 |
| TOTAL | | | | \$20,000,000 |

Funding Sources:

The following sources of funding from within the legacy Border Security Fencing, Infrastructure, and Technology (BSFIT) appropriation have been identified to pay for these activities:

1. **Mobile Video Surveillance System (\$15 million):** These are FY 2015/17 BSFIT Development and Deployment (D&D) funds, of which \$43.7M was requested for Mobile Video Surveillance System deployments. The current contract for the MVSS program was awarded in late October 2015 (Q1 FY 2016) and was subsequently protested, resulting in a stop work order until March 2016 (Q2 FY 2016). Contract savings result from delays due to a series of contract protests, contractor design changes, and integration issues that pose risk to the execution of the FY 2015 funding for the MVSS program, which will expire on September 30, 2017.
2. **Naco Fence Replacement (\$5 million):** These are FY 2016 BSFIT Operations and Maintenance (O&M) funds, of which, \$44.7 million was requested for fence replacement in Naco, Arizona. Contract savings for this project from both competition and government-furnished steel resulted in the contract award for less than anticipated (\$30 million). After accounting for the anticipated change management costs as the project moves to completion, \$12.4 million is available for deobligation. The Naco Fence Replacement project will be completed within its original scope.

Summary of Funding Sources

| Program/Activity | Appropriation | PPA | TAFs | Amount |
|------------------------|---------------|-----|---------------|---------------------|
| MVSS | BSFIT | D&D | 70 15/17 0533 | \$15,000,000 |
| Naco Fence Replacement | BSFIT | O&M | 70 16/17 0533 | \$5,000,000 |
| TOTAL | | | | \$20,000,000 |

II. Mission Impact Summary

As articulated in the Executive Order, the construction of a physical wall along the southern border is essential to effectively achieving complete operational control of the southern border. The Secretary's "Implementing the President's Border Security and Immigration Enforcement Improvements Policies" memorandum explains that a wall along the southern border "is necessary to deter and prevent the illegal entry of aliens and is a critical component of the President's overall border security strategy." The construction of physical barriers and roads at the border to prevent illegal immigration is already authorized by several statutory provisions, including section 102 of the *Illegal Immigration Reform and Immigrant Responsibility Act of 1996, as amended*, 8 U.S.C. § 1103 note (*Improvement of Barriers at Border*).

III. Impact of Department or Congressional Policies

The Secretary executes the border wall funding actions to comply with Section 4(a) and 4(b) of the Executive Order: Border Security and Immigration Enforcement Improvements (January 25, 2017), which directs that:

"The Secretary shall immediately take the following steps to obtain complete operational control, as determined by the Secretary, of the southern border:

(a) In accordance with existing law, including the Secure Fence Act and IIRIRA, take all appropriate steps to immediately plan, design, and construct a physical wall along the southern border, using appropriate materials and technology to most effectively achieve complete operational control of the southern border;

(b) Identify and, to the extent permitted by law, allocate all sources of Federal funds for the planning, designing, and constructing of a physical wall along the southern border".

IV. Impact on Future Appropriations

The funding identified from the Naco fence replacement projects is from unanticipated contract savings and will have no immediate impact on future appropriations. The available funding intended for the MVSS is due to a contract protest, and the program will be re-evaluated for possible impacts on future budget requests.

The Administration will continue to work with Congress on strategies to fund the remaining requirements to implement the President's Executive Order on Border Security and Immigration Enforcement Improvements.



Homeland Security

June 30, 2017

The Honorable Lucille Roybal-Allard
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Representative Roybal-Allard:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram and transfer funds to address critical and emergent Fiscal Year (FY) 2017 needs. The proposed actions will increase aviation security technology through algorithm development, ensure adequate funding for adult detention beds, increase presidential protection and White House infrastructure, and address various technical adjustments across the Department.

Enclosed notifications are provided in accordance with authorities stipulated by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31) and Section 505 of the Department of Homeland Security Appropriations Act, 2016 (P.L. 114-113). This material provides detailed justifications and impacts of the reprogramming and transfer requirements.

Identical letters have been sent to the Chairman of the House Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,

A handwritten signature in black ink, appearing to read "Stacy Marcott".

Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

June 30, 2017

The Honorable John Boozman
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Chairman Boozman:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram and transfer funds to address critical and emergent Fiscal Year (FY) 2017 needs. The proposed actions will increase aviation security technology through algorithm development, ensure adequate funding for adult detention beds, increase presidential protection and White House infrastructure, and address various technical adjustments across the Department.

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland
Security

June 30, 2017

The Honorable Jon Tester
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Senator Tester:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram and transfer funds to address critical and emergent Fiscal Year (FY) 2017 needs. The proposed actions will increase aviation security technology through algorithm development, ensure adequate funding for adult detention beds, increase presidential protection and White House infrastructure, and address various technical adjustments across the Department.

Enclosed notifications are provided in accordance with authorities stipulated by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31) and Section 505 of the Department of Homeland Security Appropriations Act, 2016 (P.L. 114-113). This material provides detailed justifications and impacts of the reprogramming and transfer requirements.

Identical letters have been sent to the Chairman of the Senate Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6).

Sincerely,

A handwritten signature in black ink, appearing to read "Stacy Marcott".

Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

June 30, 2017

The Honorable John Carter
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Chairman Carter:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram and transfer funds to address critical and emergent Fiscal Year (FY) 2017 needs. The proposed actions will increase aviation security technology through algorithm development, ensure adequate funding for adult detention beds, increase presidential protection and White House infrastructure, and address various technical adjustments across the Department.

Enclosed notifications are provided in accordance with authorities stipulated by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31) and Section 505 of the Department of Homeland Security Appropriations Act, 2016 (P.L. 114-113). This material provides detailed justifications and impacts of the reprogramming and transfer requirements.

Identical letters have been sent to the Ranking Member of the House Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,

A handwritten signature in black ink, appearing to read "Stacy Marcott", with a long horizontal flourish extending to the right.

Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

JAN 19 2017

The Honorable John Hoeven
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Chairman Hoeven:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram \$30 million to support essential Polar Icebreaking pre-acquisition activities through April 2017 to preserve the accelerated schedule for construction of the first replacement heavy icebreaker. Enclosed Section 503 notification provides additional details.

Identical letters have been sent to the Ranking Member of the Senate Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,

A handwritten signature in black ink, appearing to read "Chip Fulghum", written over a horizontal line.

Chip Fulghum
Deputy Under Secretary for Management and
Chief Financial Officer

Enclosure: Section 503 Notification



Homeland Security

SEP - 1 2017

The Honorable John Boozman
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Chairman Boozman:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

The enclosed notification is provided in accordance with authorities required by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31), and is necessary due to extraordinary circumstances imminently threatening the safety of human life and the protection of property. This material provides detailed justification and impact of the reprogramming requirements. The Department will keep congressional members apprised as funds are moved between the Base Disaster Relief and Disaster Relief categories and the execution of funds spent for this effort.

Identical letters have been sent to the Ranking Member of the Senate Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland
Security

SEP - 1 2017

The Honorable John Carter
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Chairman Carter:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

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Identical letters have been sent to the Ranking Member of the House Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6) [redacted].

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

SEP - 1 2017

The Honorable Lucille Roybal-Allard
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Representative Roybal-Allard:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland
Security

SEP - 1 2017

The Honorable Jon Tester
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Senator Tester:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

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Identical letters have been sent to the Chairman of the Senate Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

September 4, 2017

The Honorable John Boozman
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Chairman Boozman:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

The enclosed notification is provided in accordance with authorities required by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31), and is necessary due to extraordinary circumstances imminently threatening the safety of human life and the protection of property. This material provides detailed justifications and impact of the reprogramming requirements. The Department will keep congressional members apprised as funds are moved between the Base Disaster Relief and Disaster Relief categories and the execution of funds spent for this effort.

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

September 4, 2017

The Honorable John Carter
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Chairman Carter:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

The enclosed notification is provided in accordance with authorities required by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31), and is necessary due to extraordinary circumstances imminently threatening the safety of human life and the protection of property. This material provides detailed justifications and impact of the reprogramming requirements. The Department will keep congressional members apprised as funds are moved between the Base Disaster Relief and Disaster Relief categories and the execution of funds spent for this effort.

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Sincerely,

Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

September 4, 2017

The Honorable Lucille Roybal-Allard
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515



Dear Representative Roybal-Allard:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

The enclosed notification is provided in accordance with authorities required by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31), and is necessary due to extraordinary circumstances imminently threatening the safety of human life and the protection of property. This material provides detailed justifications and impact of the reprogramming requirements. The Department will keep congressional members apprised as funds are moved between the Base Disaster Relief and Disaster Relief categories and the execution of funds spent for this effort.

Identical letters have been sent to the Chairman of the House Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,


for  Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*



Homeland Security

September 4, 2017

The Honorable Jon Tester
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

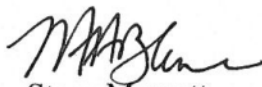
Dear Senator Tester:

The Department of Homeland Security (DHS) provides notification of its intent to reprogram funds to address critical and emergent Fiscal Year (FY) 2017 needs. This proposed action will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

The enclosed notification is provided in accordance with authorities required by Section 503 of the Department of Homeland Security Appropriations Act, 2017 (P.L. 115-31), and is necessary due to extraordinary circumstances imminently threatening the safety of human life and the protection of property. This material provides detailed justifications and impact of the reprogramming requirements. The Department will keep congressional members apprised as funds are moved between the Base Disaster Relief and Disaster Relief categories and the execution of funds spent for this effort.

Identical letters have been sent to the Chairman of the Senate Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,


Stacy Marcott
Chief Financial Officer (Acting)

for

Enclosure: *Department of Homeland Security FY 2017 Transfer and Reprogramming Notification*

SECTION 503 NOTIFICATION

Component: Federal Emergency Management Agency
Purpose: Disaster Relief Fund
Amount: Up to \$500 million, as necessary
Type: Reprogramming

| FROM | Total Budgetary Resources | Transfer/ Reprog. Amount | Balance after Transfer/ Reprog. | % Impact |
|--|---------------------------------|--------------------------------|--|----------|
| Approp: Disaster Relief Fund (70 X 0702) | \$8,886,779,991 | | \$8,886,779,991 | |
| PPA: Base Disaster Relief | \$1,874,394,385 | Up to \$500M, as necessary | | |
| | Total | | | |
| TO | Total Budgetary Resources | Transfer/ Reprog. Amount | Balance after Transfer/ Reprog. | % Impact |
| Approp: Disaster Relief Fund (70 X 0702) | \$8,886,779,991 | | \$8,886,779,991 | |
| PPA: Disaster Relief | \$7,012,385,606 | Up to \$500M, as necessary | | |
| | Total | | | |

I. Description/Justification

Hurricane Harvey, a Category 4 hurricane when it hit the South Texas shore on August 25, 2017, has been declared a major disaster. The hurricane produced winds of 130 miles per hour, heavy rain, storm surge, and sustained winds over a long duration of time. The hurricane is expected to produce total rain accumulations of 15 to 40+ inches over the middle and upper Texas coast with heavy rain impacting south and east Texas and southwest and central Louisiana. Rainfall of this magnitude has already caused catastrophic and life-threatening flooding. Hurricane Harvey is a catastrophe of unusual severity and magnitude leaving those affected to suffer devastating impacts. History has shown that initial resource needs for similar size storms could be in excess of \$2 billion during the first 30 days, exhausting the funds remaining in the Disaster Relief category. This Sec. 503(a) reprogramming is necessary due to extraordinary circumstances imminently threatening the safety of human life or the protection of property and will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life-saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

II. Mission Impact Summary

- a. Receiving PPA: The reprogrammed funding would provide FEMA additional resources necessary to respond to, and begin to recover from, this major disaster.
- b. Source of PPA: This reprogramming represents funds remaining in the Base Disaster Relief category, net of reprogrammings and rescissions to date, and is resourced through recoveries of prior-year obligations and current year appropriated funds.

III. Impact of Department or Congressional Policies

The funding to be reprogrammed represents the Department's priorities on providing emergency support to Texas and impacted areas in accordance with the intent of Congress through the Robert T. Stafford Disaster Relief and Emergency Assistance Act (as amended) to provide an orderly and continuing means of assistance by the Federal government to state and local governments in carrying out their responsibilities to alleviate the suffering and damage resulting from disasters.

IV. Impact on Future Appropriations

The amount requested represents a one-time need, but the overall disaster recovery will go on for years through future appropriations to the Disaster Relief Fund. The Department will notify Congress as it executes each increment of the up to \$500 million that may be reprogrammed pursuant to this notice.

SECTION 503 NOTIFICATION

Component: Federal Emergency Management Agency
Purpose: Disaster Relief Fund
Amount: Up to \$500 million, as necessary
Type: Reprogramming

| FROM | Total Budgetary Resources | Transfer/ Reprog. Amount | Balance after Transfer/ Reprog. | % Impact |
|--|---------------------------------|--------------------------------|--|----------|
| Approp: Disaster Relief Fund (70 X 0702) | \$8,886,779,991 | | \$8,886,779,991 | |
| PPA: Base Disaster Relief | \$1,374,394,385 | Up to \$500M, as necessary | | |
| | Total | | | |
| TO | Total Budgetary Resources | Transfer/ Reprog. Amount | Balance after Transfer/ Reprog. | % Impact |
| Approp: Disaster Relief Fund (70 X 0702) | \$8,886,779,991 | | \$8,886,779,991 | |
| PPA: Disaster Relief | \$7,512,385,606 | Up to \$500M, as necessary | | |
| | Total | | | |

I. Description/Justification

Hurricane Harvey, a Category 4 hurricane when it hit the South Texas shore on August 25, 2017, has been declared a major disaster. The hurricane produced winds of 130 miles per hour, heavy rain, storm surge, and sustained winds over a long duration of time. The hurricane is expected to produce total rain accumulations of 15 to 40+ inches over the middle and upper Texas coast with heavy rain impacting south and east Texas and southwest and central Louisiana. Rainfall of this magnitude has already caused catastrophic and life-threatening flooding. Hurricane Harvey is a catastrophe of unusual severity and magnitude leaving those affected to suffer devastating impacts. History has shown that initial resource needs for similar size storms could be in excess of \$2 billion during the first 30 days, exhausting the funds remaining in the Disaster Relief category. This Sec. 503(a) reprogramming is necessary due to extraordinary circumstances imminently threatening the safety of human life or the protection of property and will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life-saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

II. Mission Impact Summary

- a. Receiving PPA: The reprogrammed funding would provide FEMA additional resources necessary to respond to, and begin to recover from, this major disaster.
- b. Source of PPA: This reprogramming represents funds remaining in the Base Disaster Relief category, net of reprogrammings and rescissions to date, and is resourced through recoveries of prior-year obligations and current year appropriated funds.

III. Impact of Department or Congressional Policies

The funding to be reprogrammed represents the Department's priorities on providing emergency support to Texas and impacted areas in accordance with the intent of Congress through the Robert T. Stafford Disaster Relief and Emergency Assistance Act (as amended) to provide an orderly and continuing means of assistance by the Federal government to state and local governments in carrying out their responsibilities to alleviate the suffering and damage resulting from disasters.

IV. Impact on Future Appropriations

Overall disaster recovery will go on for years through future appropriations to the Disaster Relief Fund. The Department will notify Congress as it executes each increment of the up to \$500 million that may be reprogrammed pursuant to this notice.

SECTION 503 NOTIFICATION

Component: Federal Emergency Management Agency
Purpose: Disaster Relief Fund
Amount: Up to \$207 million, as necessary
Type: Reprogramming

| FROM | Total Budgetary Resources | Transfer/ Reprog. Amount | Balance after Transfer/ Reprog. | % Impact |
|--|---------------------------------|--------------------------------|--|----------|
| Approp: Disaster Relief Fund (70 X 0702) | \$8,886,779,991 | | \$8,886,779,991 | |
| PPA: Base Disaster Relief | \$874,394,385 | Up to \$207M, as necessary | | |
| | Total | | | |
| TO | Total Budgetary Resources | Transfer/ Reprog. Amount | Balance after Transfer/ Reprog. | % Impact |
| Approp: Disaster Relief Fund (70 X 0702) | \$8,886,779,991 | | \$8,886,779,991 | |
| PPA: Disaster Relief | \$8,012,385,606 | Up to \$207M, as necessary | | |
| | Total | | | |

I. Description/Justification

Hurricane Harvey, a Category 4 hurricane when it hit the South Texas shore on August 25, 2017, has been declared a major disaster. The hurricane produced winds of 130 miles per hour, heavy rain, storm surge, and sustained winds over a long duration of time. The hurricane is expected to produce total rain accumulations of 15 to 40+ inches over the middle and upper Texas coast with heavy rain impacting south and east Texas and southwest and central Louisiana. Rainfall of this magnitude has already caused catastrophic and life-threatening flooding. Hurricane Harvey is a catastrophe of unusual severity and magnitude leaving those affected to suffer devastating impacts. History has shown that initial resource needs for similar size storms could be in excess of \$2 billion during the first 30 days, exhausting the funds remaining in the Disaster Relief category. This Sec. 503(a) reprogramming is necessary due to extraordinary circumstances imminently threatening the safety of human life or the protection of property and will provide the Federal Emergency Management Agency (FEMA) the ability to continue funding critical life-saving response and recovery missions under the authorities of the Robert T. Stafford Disaster Relief and Emergency Assistance Act.

II. Mission Impact Summary

- a. Receiving PPA: The reprogrammed funding would provide FEMA additional resources necessary to respond to, and begin to recover from, this major disaster.
- b. Source of PPA: This reprogramming represents funds remaining in the Base Disaster Relief category, net of reprogrammings and rescissions to date, and is resourced through recoveries of prior-year obligations and current year appropriated funds.

III. Impact of Department or Congressional Policies

The funding to be reprogrammed represents the Department's priorities on providing emergency support to Texas and impacted areas in accordance with the intent of Congress through the Robert T. Stafford Disaster Relief and Emergency Assistance Act (as amended) to provide an orderly and continuing means of assistance by the Federal government to state and local governments in carrying out their responsibilities to alleviate the suffering and damage resulting from disasters.

IV. Impact on Future Appropriations

Overall disaster recovery will go on for years through future appropriations to the Disaster Relief Fund. The Department will notify Congress as it executes each increment of the up to \$207 million that may be reprogrammed pursuant to this notice.



Homeland Security

FEB 28 2017

The Honorable Lucille Roybal-Allard
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Representative Roybal-Allard:

In accordance with Section 503 of the Department of Homeland Security Appropriations Act, 2016, as continued by Section 101 of Division C of Public Law 114-223, and as amended by Section 101 of Division A of Public Law 114-254, the Department of Homeland Security (DHS) provides notification of its intent to reprogram \$20 million to immediately begin the planning, designing, and constructing a physical wall along the Southwest Border. Enclosed Section 503 notification provides additional details. This reprogramming will initiate actions on the Executive Order on Border Security and Immigration Enforcement Improvements (EO13767).

Identical letters have been sent to the Chairman of the House Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,

A handwritten signature in black ink, appearing to read "Stacy Marcott", with a long horizontal flourish extending to the right.

Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: Section 503 Notification



Homeland Security

SEP 12 2017

The Honorable Lucille Roybal-Allard
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
United States House of Representatives
Washington, DC 20515

Dear Representative Roybal-Allard:

The Department of Homeland Security (DHS) provides notification of its intent to transfer funds to address critical and essential needs within the U.S. Coast Guard's Operating Expenses (OE), Military Pay and Allowances and Operating Funds and Unit Level Maintenance as a result of the Hurricane Harvey response.

The enclosed notifications are provided in accordance with the authority stipulated by Section 503(c) of P.L. 115-31, which states, "No funds shall be reprogrammed within or transferred between appropriations based upon an initial notification provided after June 30, except in extraordinary circumstances that imminently threaten the safety of human life or the protection of property." This material provides justifications and impacts of the transfer requirements.

Identical letters have been sent to the Chairman of the House Appropriations Subcommittee on Homeland Security, and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6).

Sincerely,

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Stacy Marcott
Acting Chief Financial Officer

Enclosure: Section 503 Notifications



Homeland Security

FEB 28 2017

The Honorable Jon Tester
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Senator Tester:

In accordance with Section 503 of the Department of Homeland Security Appropriations Act, 2016, as continued by Section 101 of Division C of Public Law 114-223, and as amended by Section 101 of Division A of Public Law 114-254, the Department of Homeland Security (DHS) provides notification of its intent to reprogram \$20 million to immediately begin the planning, designing, and constructing a physical wall along the Southwest Border. Enclosed Section 503 notification provides additional details. This reprogramming will initiate actions on the Executive Order on Border Security and Immigration Enforcement Improvements (EO13767).

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure: Section 503 Notification



Homeland Security

SEP 12 2017

The Honorable Jon Tester
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
United States Senate
Washington, DC 20510

Dear Senator Tester:

The Department of Homeland Security (DHS) provides notification of its intent to transfer funds to address critical and essential needs within the U.S. Coast Guard's Operating Expenses (OE), Military Pay and Allowances and Operating Funds and Unit Level Maintenance as a result of the Hurricane Harvey response.

The enclosed notifications are provided in accordance with the authority stipulated by Section 503(c) of P.L. 115-31, which states, "No funds shall be reprogrammed within or transferred between appropriations based upon an initial notification provided after June 30, except in extraordinary circumstances that imminently threaten the safety of human life or the protection of property." This material provides justifications and impacts of the transfer requirements.

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Stacy Marcott
Acting Chief Financial Officer

Enclosure: Sections 503 Notifications

MAR 24 2017



**Homeland
Security**

The Honorable Lucille Roybal-Allard
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, D.C. 20515

Dear Representative Roybal-Allard:

Pursuant to Section 563(d) of the Fiscal Year (FY) 2016 Department of Homeland Security (DHS) Appropriations Act (P.L. 114-113), the Department provides notification of its intent to transfer the unexpended balances of several prior appropriations for the Transportation Security Administration (TSA).

Specifically, no-year funds will be transferred from TSA's legacy Intelligence and Vetting appropriation into its no-year Operations and Support (O&S) account. No-year funds for TSA's headquarters administration and information technology that were provided through its legacy Transportation Security Support appropriation account also will be transferred into the no-year O&S account. In both cases, funds to be transferred will be used to support the purposes for which they were originally appropriated.

Consolidating these accounts will enable TSA to close legacy accounts resulting in the streamlining of accounting and reporting of financial activities and an associated reduction in the administrative burden of managing these accounts. The enclosed Section 563 Notification provides additional details.

Identical letters have been sent to the Chairman of the House Appropriations Subcommittee on Homeland Security and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure

MAR 24 2017



Homeland
Security

The Honorable John Carter
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, D.C. 20515

Dear Mr. Chairman:

Pursuant to Section 563(d) of the Fiscal Year (FY) 2016 Department of Homeland Security (DHS) Appropriations Act (P.L. 114-113), the Department provides notification of its intent to transfer the unexpended balances of several prior appropriations for the Transportation Security Administration (TSA).

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Identical letters have been sent to the Ranking Member of the House Appropriations Subcommittee on Homeland Security and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6) [redacted]

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Stacy Marcott
Chief Financial Officer (Acting)

Enclosure

MAR 24 2017



Homeland
Security

The Honorable Jon Tester
Ranking Member, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Senator Tester:

Pursuant to Section 563(d) of the Fiscal Year (FY) 2016 Department of Homeland Security (DHS) Appropriations Act (P.L. 114-113), the Department provides notification of its intent to transfer the unexpended balances of several prior appropriations for the Transportation Security Administration (TSA).

Specifically, no-year funds will be transferred from TSA's legacy Intelligence and Vetting appropriation into its no-year Operations and Support (O&S) account. No-year funds for TSA's headquarters administration and information technology that were provided through its legacy Transportation Security Support appropriation account also will be transferred into the no-year O&S account. In both cases, funds to be transferred will be used to support the purposes for which they were originally appropriated.

Consolidating these accounts will enable TSA to close legacy accounts resulting in the streamlining of accounting and reporting of financial activities and an associated reduction in the administrative burden of managing these accounts. The enclosed Section 563 Notification provides additional details.

Identical letters have been sent to the Chairman of the Senate Appropriations Subcommittee on Homeland Security and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,

A handwritten signature in black ink, appearing to read "Stacy Marcott".

Stacy Marcott
Chief Financial Officer (Acting)

Enclosure

MAR 24 2017



Homeland
Security

The Honorable John Boozman
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Chairman Boozman:

Pursuant to Section 563(d) of the Fiscal Year (FY) 2016 Department of Homeland Security (DHS) Appropriations Act (P.L. 114-113), the Department provides notification of its intent to transfer the unexpended balances of several prior appropriations for the Transportation Security Administration (TSA).

Specifically, no-year funds will be transferred from TSA's legacy Intelligence and Vetting appropriation into its no-year Operations and Support (O&S) account. No-year funds for TSA's headquarters administration and information technology that were provided through its legacy Transportation Security Support appropriation account also will be transferred into the no-year O&S account. In both cases, funds to be transferred will be used to support the purposes for which they were originally appropriated.

Consolidating these accounts will enable TSA to close legacy accounts resulting in the streamlining of accounting and reporting of financial activities and an associated reduction in the administrative burden of managing these accounts. The enclosed Section 563 Notification provides additional details.

Identical letters have been sent to the Ranking Member of the Senate Appropriations Subcommittee on Homeland Security and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,

A handwritten signature in black ink, appearing to read "Stacy Marcott", with a horizontal line extending to the right.

Stacy Marcott
Chief Financial Officer (Acting)

Enclosure

**SECTION 563 NOTIFICATION
REPROGRAMMING AND TRANSFER DETAILS**

Item: Transfer of 80 percent of Available Fee Carryover
Component: Transportation Security Administration
Appropriation: 70 X 0550 Operations and Support
 70 X 0551 Surface Transportation Security
 70 X 0554 Transportation Security Support
 70 X 0557 Intelligence and Vetting

| | Appropriation | PPA | Transfer Amount (80% of Balance as of 4/25/17) | Total by Appropriation (80% of Balance as of 4/25/17) |
|------|---------------|--|--|--|
| FROM | 70 X 0557 | Intelligence and Vetting | | 112,769,273 |
| | | TWIC – Fee | 30,499,699 | |
| | | Hazardous Materials (HazMat CDL) – Fee | 3,610,804 | |
| | | Alien Flight School Fees (Mandatory) – Fee | 4,329,429 | |
| | | General Aviation at DCA – Fee | 1,474,532 | |
| | | Air Cargo Fee (includes IAC and CCSP fees) | 7,520,323 | |
| | | Other Security Threat Assessment – Fee | 13 | |
| | | TSA Pre Check Application Program – Fee | 65,334,473 | |
| | | | | |
| | 70 X 0554 | Transportation Security Support | | 1,236,399 |
| | | Headquarters Administration | 1,236,357 | |
| | | Information Technology | 42 | |
| | | | | |
| | 70 X 0551 | Surface Transportation Security | | 1,243 |
| | | HazMat CDL – Fees | 1,243 | |
| | | | | |
| TO | 70 X 0550 | Operations and Support | | 114,006,915 |
| | | TWIC – Fee | 30,499,699 | |
| | | Hazardous Materials – Fees | 3,612,047 | |
| | | Alien Flight School Fees (Mandatory) – Fee | 4,329,429 | |
| | | General Aviation at DCA – Fee | 1,474,532 | |
| | | Air Cargo – Fee | 7,520,323 | |
| | | Other Security Threat Assessment – Fee | 13 | |
| | | TSA Pre Check Application Program - Fee | 65,334,473 | |
| | | Mission Support (Legacy: Headquarters Administration) | 1,236,357 | |
| | | Mission Support (Legacy: Information Technology) | 42 | |
| | | | | |
| | | | | |
| | | | | |

I. Description/Justification

Under the authorities provided in Section 563(d) of the Fiscal Year 2016 Homeland Security Appropriations Act (P.L. 114-113) the Transportation Security Administration (TSA) submits this transfer notification for a total of \$114,006,915 which represents 80 percent of the available balance, to consolidate Credentialing, Vetting, and Off-Budget carryover fee funds from the legacy accounts to the new Common Appropriation Structure alignment.

Carryover fees are utilized to fund 1st and 2nd Quarter requirements due to the lag-time at the beginning of the year in receiving and recording fee collections.

II. Mission Impact Summary

Currently, FY 2017 fee collections and any related sequestration is occurring in 70 X 0550. Prior year carryover balances are in 70 X 0557, 70 X 0551, and 70 X 0554. Having fee funds in multiple accounts has proven problematic in prior years in that minimal amounts are left in old accounts resulting in an inability to close those accounts. Multiple accounts also result in complexity in administering current year spending.

III. Impact of Department or Congressional Policies

The reprogramming and transfer identified in this notification will not impact DHS, Office of Management and Budget, or congressionally approved objectives and policies, and are in line with the Administration's priorities.

IV. Impact on Future Appropriations

The transfers identified in this notification are intended to address the transition from legacy to CAS accounts.

SECTION 503 NOTIFICATION

Component: United States Coast Guard
Purpose: Transfer of \$16,000,000 from the FY 2013 Consolidated and Further Continuing Appropriations Act – Acquisition, Construction, and Improvements to the FY 2017 Consolidated Appropriations Act – Operating Funds and Unit Level Maintenance (PPA 4)
Amount: \$16,000,000
Type: Transfer

| From | Enacted Amount ¹ | Transfer Amount | Balance after Transfer | % Impact |
|---|-----------------------------|---------------------|------------------------|----------|
| Approp: Acquisition, Construction, and Improvements TAFS 70 13/17 0613 | \$1,545,393,000 | | | |
| PPA: National Security Cutter (NSC) | \$679,300,000 | \$16,000,000 | \$17,229,830 | 2.36% |
| Total | | \$16,000,000 | | |
| To | Enacted Amount ² | Transfer Amount | Balance after Transfer | % Impact |
| Approp: Operating Expenses All Periods of Availability | \$7,078,128,000 | \$16,000,000 | \$7,094,128,000 | 0.23% |
| Operating Expenses TAFS 70 17 0610 | \$7,078,128,000 | | | |
| PPA: PPA: Operating Funds and Unit Level Maintenance (PPA 4) TAFS 70 17 0610 | \$984,519,000 | \$16,000,000 | \$1,000,519,000 | 1.63% |
| Total | | \$16,000,000 | | |
| 1. Reflects prior Congressional approved transfers (\$6.6M in FY2013 to ICE) | | | | |
| 2. Reflects prior Congressional approved transfers (\$1.5M to AC&I); Includes Overseas Contingency Operations Funds (\$162,692,000) | | | | |

I. Description/Justification

Pursuant to Title V Section 503(b)-(c) of the Consolidated Appropriations Act, 2017 (P.L. 115-31), which permits transfers up to authorized amounts after June 30 in extraordinary circumstances, the Coast Guard intends to transfer \$16.0M from its Acquisition, Construction, and Improvements appropriation into its Operating Expenses appropriation due to the extraordinary circumstances that imminently threatened the safety of human life and the protection of property when Hurricane Harvey hit the Texas coastline.

Coming within weeks of the end of the fiscal year, the large-scale disaster response efforts came at a significant cost to the Coast Guard's operational budget. This transfer covers the travel required for the 1,173 active duty and reserve service members who deployed to the Harvey response, in addition to the energy, supplies, and contracts required to successfully effect operations.

All remaining funds in the Operating Funds and Unit Level Maintenance account were previously accounted for by late term, mission-critical contracts in the final stages of execution.

II. Mission Impact Summary

- a. Receiving Account: This transfer enables the unexpected internal sourcing of the costs of the Service's robust Hurricane Harvey operational response.
- b. Source Accounts: The Coast Guard is requesting to source this emergency transfer from the FY13-17 AC&I NSC PPA because the funds will expire on 30 September 2017 and will have negligible impact to the execution of the NSC program. With this transfer there remains sufficient funds for unexpected expenditures that may occur prior to the funds cancelling. Based on this analysis the expiring NSC PPA can be used to support this high priority.

III. Impact of Department or Congressional Policies

- a. This transfer will not impact any existing Department or Congressional policies. This transfer is in alignment with the Coast Guard Commandant's and Secretary's priorities.
- b. The Chief Information Officer (CIO) has reviewed and certified this transfer will have no detrimental impact on any current congressional, administration, or department policies with regard to information systems or information technology. Additionally, this transfer does not impact the Office of National Drug Control Policy (ONDCP) budget and does not require approval of the Director of ONDCP.

IV. Impact on Future Appropriations

This transfer will have no impact on future appropriations. This transfer is a one-time adjustment.

SECTION 503 NOTIFICATION

Component: United States Coast Guard
Purpose: Transfer of \$1,000,000 from the FY 2017 Consolidated Appropriations Act – Reserve Training to the FY 2017 Consolidated Appropriations Act – Operating Expenses; Military Pay and Allowances (PPA 1)
Amount: \$1,000,000
Type: Transfer

| From | Enacted Amount | Transfer Amount | Balance after Transfer | % Impact |
|---|-----------------------------|--------------------|------------------------|----------|
| Approp: Reserve Training TAFS 70 17 0612 | \$112,302,000 | \$1,000,000 | \$111,302,000 | 0.89% |
| | Total | \$1,000,000 | | |
| To | Enacted Amount ¹ | Transfer Amount | Balance after Transfer | % Impact |
| Approp: Operating Expenses All Periods of Availability | \$7,078,128,000 | \$1,000,000 | \$7,079,128,000 | 0.01% |
| Operating Expenses TAFS 70 17 0610 | \$7,078,128,000 | | | |
| PPA: Military Pay and Allowances TAFS 70 17 0610 | \$3,542,611,000 | \$1,000,000 | \$3,543,611,000 | 0.03% |
| | Total | \$1,000,000 | | |
| 1. Reflects prior Congressional approved transfers (\$1.5M to AC&I); Includes Overseas Contingency Operations Funds (\$162,692,000) | | | | |

I. Description/Justification

Pursuant to Title V Section 503(b)-(c) of the Consolidated Appropriations Act, 2017 (P.L. 115-31), which permits transfers up to authorized amounts after June 30 in extraordinary circumstances, the Coast Guard intends to transfer \$1.0M from its Reserve Training appropriation into its Operating Expenses appropriation due to the extraordinary circumstances that imminently threatened the safety of human life and the protection of property when Hurricane Harvey hit the Texas coastline.

The Coast Guard's Hurricane Harvey response included the activation of 344 reservists to active duty. While on active duty, reservists are paid via the Military Pay and Allowances PPA (PPA 1).

In the absence of any hurricanes or natural disasters occurring at the end of FY 2017, PPA 1 was already stressed to remain solvent at closeout. PPA 1 was not positioned to absorb the additional cost for reserve activations resulting from Hurricane Harvey. The Reserve Training appropriation has the capacity to transfer \$1.0M to partially alleviate the additional financial requirements now placed on PPA 1.

II. Mission Impact Summary

- a. Receiving Account: This transfer will enable the Military Pay and Allowances PPA to better absorb the cost of the 344 reserve activations as a result of Hurricane Harvey response operations.
- b. Source Accounts: This transfer action has minimal impact on the Coast Guard's mission due to the reduced drilling requirements for the month of September resulting from the 344 reserve activations.

III. Impact of Department or Congressional Policies

- a. This transfer will not impact any existing Department or Congressional policies. This transfer is in alignment with the Coast Guard Commandant's and Secretary's priorities. This transfer enables AC&I Direct Personnel Costs to pay the current Military and Civilian workforce.
- b. The Chief Information Officer (CIO) has reviewed and certified this transfer will have no detrimental impact on any current congressional, administration, or department policies with regard to information systems or information technology. Additionally, this transfer does not impact the Office of National Drug Control Policy (ONDCP) budget and does not require approval of the Director of ONDCP.

IV. Impact on Future Appropriations

This transfer will have no impact on future appropriations. This transfer is a one-time adjustment.



Homeland Security

FEB 20 2018

The Honorable John Boozman
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. Senate
Washington, DC 20510

Dear Chairman Boozman:

In accordance with Section 503 and Section 505 of the FY 2017 Department of Homeland Security Appropriations Act (P.L. 115-31) extended by the FY 2018 Further Extension of the Continuing Appropriations Act (P.L. 115-123), the Department is providing notification to extend prior year lapsed balances and to transfer/ reprogram \$7.62 million to begin implementation of the Planning, Programming, Budgeting, and Execution (PPBE) One-Number capability, and to support the Election Infrastructure Security Initiative (EISI) program. The development of the PPBE One-Number capability would constitute a new start for the purposes of Section 503 of the FY 2017 DHS Appropriations Act.

Additionally, the Department is requesting to withdraw the section of the transfer notification submitted on June 30, 2017, which outlined a \$4.307 million transfer from Analysis and Operations to the Management Directorate's Operation and Support and Procurement, Construction, and Improvements accounts for Data Framework activities.

Identical letters have been sent to the Ranking Member of the Senate Appropriations Subcommittee on Homeland Security and to the Chairman and Ranking Member of the House Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6)

Sincerely,

A handwritten signature in black ink, appearing to read "Stacy Marcott".

Stacy Marcott
Acting Chief Financial Officer

Enclosures:

Section 503 Notification: FY 2018 NPPD EISI Reprogramming Notification
Section 503 Notification: FY 2018 CFO PPBE One-Number Transfer Notification
Section 505 Notification



Homeland Security

FEB 20 2018

The Honorable John Carter
Chairman, Subcommittee on Homeland Security
Committee on Appropriations
U.S. House of Representatives
Washington, DC 20515

Dear Chairman Carter:

In accordance with Section 503 and Section 505 of the FY 2017 Department of Homeland Security Appropriations Act (P.L. 115-31) extended by the FY 2018 Further Extension of the Continuing Appropriations Act (P.L. 115-123), the Department is providing notification to extend prior year lapsed balances and to transfer/ reprogram \$7.62 million to begin implementation of the Planning, Programming, Budgeting, and Execution (PPBE) One-Number capability, and to support the Election Infrastructure Security Initiative (EISI) program. The development of the PPBE One-Number capability would constitute a new start for the purposes of Section 503 of the FY 2017 DHS Appropriations Act.

Additionally, the Department is requesting to withdraw the section of the transfer notification submitted on June 30, 2017, which outlined a \$4.307 million transfer from Analysis and Operations to the Management Directorate's Operation and Support and Procurement, Construction, and Improvements accounts for Data Framework activities.

Identical letters have been sent to the Ranking Member of the House Appropriations Subcommittee on Homeland Security and to the Chairman and Ranking Member of the Senate Appropriations Subcommittee on Homeland Security. Should you have any questions, please contact me at (b)(6).

Sincerely,

A handwritten signature in black ink, appearing to read "Stacy Marcott", with a long horizontal line extending to the right.

Stacy Marcott
Acting Chief Financial Officer

Enclosures:

Section 503 Notification: FY 2018 NPPD EISI Reprogramming Notification
Section 503 Notification: FY 2018 CFO PPBE One-Number Transfer Notification
Section 505 Notification



Department of Homeland Security FY 2018 Transfer and Reprogramming Notifications

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| FY 2018 Notification Summary | | | |
|--|------------------------|-----------|-------------|
| Transfers | | | |
| Purpose | Requirement/ Source | Component | Total |
| Small Unmanned Aircraft System (SUAS) | | | |
| | Requirement | CBP | 12,500,000 |
| | Source | CBP | 12,500,000 |
| Unattended Ground Sensors (UGS) | | | |
| | Requirement | CBP | 20,000,000 |
| | Source | CBP | 20,000,000 |
| CIO St. Elizabeths IT Service Expansion | | | |
| | Requirement | MGMT | 2,500,000 |
| | Source | USCG | 2,500,000 |
| BioDetection21 | | | |
| | Requirement | OHA | 3,000,000 |
| | Source | DNDO | 3,000,000 |
| Support Special Mission Units | | | |
| | Requirement | DNDO | 13,725,000 |
| | Source | DNDO | 13,725,000 |
| ICE Facility Improvement | | | |
| | Requirement | ICE | 4,900,000 |
| | Source | ICE | 4,900,000 |
| DHS Emerging Requirement | | | |
| | | ICE | 200,333,463 |
| | | USSS | 1,550,000 |
| Requirement Subtotal | | | 201,883,463 |
| | | CBP | 62,556,508 |
| | | CIS | 7,200,000 |
| | | DNDO | 1,801,131 |
| | | FEMA | 10,483,907 |
| | | FLETC | 2,921,000 |
| | | ICE | 33,100,000 |
| | | MGMT | 6,039,687 |
| | | NPPD | 3,300,000 |
| | | OHA | 975,000 |
| | | S&T | 3,800,000 |
| | | TSA | 33,696,911 |
| | | USCG | 33,539,662 |
| | | USSS | 2,469,657 |
| Source Subtotal | | | 201,883,463 |
| Transfers Subtotal | | | 258,508,463 |
| Reprogrammings | | | |
| Purpose | Requirement/ Source | Component | Total |
| Laboratories and Scientific Services (LSSD) – Opioid Funding | | | |
| | Requirement | CBP | 5,910,000 |
| | Source | CBP | 5,910,000 |
| Securing the Cities and Pathways | | | |
| | Requirement | DNDO | 9,600,000 |
| | Source | DNDO | 9,600,000 |
| Support United Nations General Assembly (UNGA) | | | |
| | Requirement | USSS | 12,500,000 |
| | Source | USSS | 12,500,000 |
| HQ Consolidation | | | |
| | Requirement | DMO | 0 |
| Reprogrammings Subtotal | | | 28,010,000 |
| Grand Total | | | 286,518,463 |

SECTION 503 NOTIFICATION

Component: CBP
Purpose: Laboratories and Scientific Services (LSSD) – Opioid Funding
Amount: \$ 5,910,000
Type: Reprogramming

| Use | Enacted Amount | Enacted FTE | Previous Action | Reprogramming Amount | FTE Impacted | Balance after Reprogramming Dollars | Balance after Reprogramming FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--|------------------|-------------|-----------------|----------------------|--------------|-------------------------------------|---------------------------------|------------------|--------------|-----------|
| CBP - Operations and Support (70 18 0530) | \$11,485,164,000 | 45,297 | \$0 | \$0 | 0 | \$11,485,164,000 | 45,297 | 0.00% | 0.00% | 0 |
| CBP - Operations and Support - Integrated Operations - Operations Support (70 18 0530) | \$106,225,000 | 400 | \$0 | \$5,910,000 | 0 | \$112,135,000 | 400 | 5.56% | 0.00% | 0 |
| Total | | | | \$5,910,000 | | | | | | |

| Source | Enacted Amount | Enacted FTE | Previous Action | Reprogramming Amount | FTE Impacted | Balance after Reprogramming Dollars | Balance after Reprogramming FTE | % Impact Dollars | % Impact FTE | Footnotes |
|---|------------------|-------------|-----------------|----------------------|--------------|-------------------------------------|---------------------------------|------------------|--------------|-----------|
| CBP - Operations and Support (70 18 0530) | \$11,485,164,000 | 45,297 | \$0 | \$0 | 0 | \$11,485,164,000 | 45,297 | 0.00% | 0.00% | 0 |
| CBP - Operations and Support - Trade and Travel Operations - Office of Field Operations - Assets and Support (70 18 0530) | \$870,657,000 | 0 | \$0 | \$5,910,000 | 0 | \$864,747,000 | 0 | 0.68% | 0.00% | 0 |
| Total | | | | \$5,910,000 | | | | | | |

I. Description/Justification

LSSD is funded out of the Integrated Operations PPA, not Trade and Travel, and this change must be made in order to execute funding in accordance with Congressional intent.

II. Mission Impact Summary

There is no mission impact to this reprogramming request. This is a technical adjustment only.

III. Impact of Department or Congressional Policies

There is no policy impact to this reprogramming request. This is a technical adjustment only.

IV. Impact on Future Appropriations

This funding was a Congressional Add-On in the FY 2018 Omnibus Appropriation and was not requested in the FY 2019 President's Budget. CBP will develop a funding plan to appropriately annualize this funding in FY 2019 in the correct Integrated Operations PPA.

SECTION 503 NOTIFICATION

Component: CBP
Purpose: Small Unmanned Aircraft System (SUAS)
Amount: \$ 12,500,000
Type: Transfer

| Use | Enacted Amount | Enacted FTE | Previous Action | Transfer Amount | FTE Impacted | Balance after Transfer Dollars | Balance after Transfer FTE | % Impact Dollars | % Impact FTE | Footnotes |
|---|-----------------|-------------|-----------------|-----------------|--------------|--------------------------------|----------------------------|------------------|--------------|-----------|
| CBP - Procurement, Construction, and Improvements (70 18/20 0532) | \$2,281,357,000 | 0 | \$0 | \$12,500,000 | 0 | \$2,293,857,000 | 0 | 0.55% | 0.00% | 0 |
| CBP - Procurement, Construction, and Improvements - Border Security Assets and Infrastructure (70 18/20 0532) | \$1,741,701,000 | 0 | \$0 | \$12,500,000 | 0 | \$1,754,201,000 | 0 | 0.72% | 0.00% | 0 |
| Total | | | | \$12,500,000 | | | | | | |

| Source | Enacted Amount | Enacted FTE | Previous Action | Transfer Amount | FTE Impacted | Balance after Transfer Dollars | Balance after Transfer FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--|------------------|-------------|-----------------|-----------------|--------------|--------------------------------|----------------------------|------------------|--------------|-----------|
| CBP - Operations and Support (70 18 0530) | \$11,485,164,000 | 0 | \$0 | \$12,500,000 | 0 | \$11,472,664,000 | 0 | 0.11% | 0.00% | 0 |
| CBP - Operations and Support - Border Security Operations - US Border Patrol - Operations (70 18 0530) | \$3,706,547,000 | 0 | \$0 | \$12,500,000 | 0 | \$3,694,047,000 | 0 | 0.34% | 0.00% | 0 |
| Total | | | | \$12,500,000 | | | | | | |

I. Description/Justification

Pursuant to Section 503 of the FY 2018 Department of Homeland Security Appropriations Act (P.L. 115-141), the Department is providing notification to transfer \$12.5 million from the O&S/Border Security Operations/USBP Operations to the PC&I/Border Security Assets & Infrastructure PPA for SUAS. Transferring \$12.5 million from O&S to PC&I will effectively allow SUAS to procure 13 SUAS suites for El Paso Sector. A SUAS suite is comprised of 1 fixed-wing SUAS, 1 Vertical Take-Off and Landing (VTOL) SUAS, and 1 hybrid SUAS.

Because \$12.5 million will be used to procure 13 SUAS suites, the unit cost for each SUAS suite is above the \$250,000 unit cost threshold established for Procurement, Construction, and Improvement items set in the DHS Financial Management Policy Manual. Accordingly, funding must be transferred out of O&S and into PC&I to allow the program to execute funding in accordance with the FMPM.

II. Mission Impact Summary

There is no mission impact to this transfer request, this is a technical adjustment only.

III. Impact of Department or Congressional Policies

There is no policy impact to this transfer request, this is a technical adjustment only.

IV. Impact on Future Appropriations

This funding was a Congressional Add-On in the FY 2018 Omnibus Appropriation and was not requested in the FY 2019 President's Budget. No impact to future appropriations.

SECTION 503 NOTIFICATION

Component: CBP
Purpose: Unattended Ground Sensors (UGS)
Amount: \$ 20,000,000
Type: Transfer

| Use | Enacted Amount | Enacted FTE | Previous Action | Transfer Amount | FTE Impacted | Balance after Transfer Dollars | Balance after Transfer FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--|------------------|-------------|-----------------|-----------------|--------------|--------------------------------|----------------------------|------------------|--------------|-----------|
| CBP - Operations and Support (70 18/19 0530) | \$11,485,164,000 | 0 | \$0 | \$20,000,000 | 0 | \$11,505,164,000 | 0 | 0.17% | 0.00% | 0 |
| CBP - Operations and Support - Border Security Operations - US Border Patrol - Assets and Support (70 18/19 0530) | \$625,151,000 | 0 | \$0 | \$20,000,000 | 0 | \$645,151,000 | 0 | 3.20% | 0.00% | 0 |
| Total | | | | \$20,000,000 | | | | | | |

| Source | Enacted Amount | Enacted FTE | Previous Action | Transfer Amount | FTE Impacted | Balance after Transfer Dollars | Balance after Transfer FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--|-----------------|-------------|-----------------|-----------------|--------------|--------------------------------|----------------------------|------------------|--------------|-----------|
| CBP - Procurement, Construction, and Improvements (70 18/20 0532) | \$2,281,357,000 | 0 | \$0 | \$20,000,000 | 0 | \$2,261,357,000 | 0 | 0.88% | 0.00% | 0 |
| CBP - Procurement, Construction, and Improvements - Border Security Assets and Infrastructure - Unattended Ground Sensors (70 18/20 0532) | \$20,000,000 | 0 | \$0 | \$20,000,000 | 0 | \$0 | 0 | 100.00% | 0.00% | 0 |
| Total | | | | \$20,000,000 | | | | | | |

I. Description/Justification

Pursuant to Section 503 of the FY 2018 Department of Homeland Security Appropriations Act (PL 115-141), the Department is providing notification to transfer \$20 million from the PC&I/Border Security Assets & Infrastructure to the O&S/Border Security Operations/USBP Assets & Support PPA for UGS. According to the DHS Financial Management Policy Manual (FMPM), UGS procurements do not meet the cost threshold requirements for PC&I and must therefore be moved to O&S funding.

Because the unit cost for each Unattended Ground Sensor is below the \$250,000 unit cost threshold established for Procurement, Construction, and Improvement items set in the DHS Financial Management Policy Manual, CBP must transfer funding for UGS procurement out of PC&I and into the O&S appropriation.

II. Mission Impact Summary

There is no mission impact to this transfer request, this is a technical adjustment only.

III. Impact of Department or Congressional Policies

There is no policy impact to this transfer request, this is a technical adjustment only.

IV. Impact on Future Appropriations

In the FY 2019 President's Budget, CBP requested UGS procurement funding out of the correct O&S appropriation. No impact on future appropriations.

SECTION 503 NOTIFICATION

Component: DNDO
Purpose: Securing the Cities and Pathways
Amount: \$ 9,600,000
Type: Reprogramming

| Use | Enacted Amount | Enacted FTE | Previous Action | Reprogramming Amount | FTE Impacted | Balance after Reprogramming Dollars | Balance after Reprogramming FTE | % Impact Dollars | % Impact FTE | Footnotes |
|---|----------------|-------------|-----------------|----------------------|--------------|-------------------------------------|---------------------------------|------------------|--------------|-----------|
| DNDO - Federal Assistance (70 18/20 0411) | \$46,019,000 | 0 | \$0 | \$0 | 0 | \$46,019,000 | 0 | 0.00% | 0.00% | 0 |
| DNDO - Federal Assistance - Securing the Cities (70 18/20 0411) | \$21,135,000 | 0 | \$0 | \$9,600,000 | 0 | \$30,735,000 | 0 | 45.42% | 0.00% | 0 |
| Total | | | | \$9,600,000 | | | | | | |

| Source | Enacted Amount | Enacted FTE | Previous Action | Reprogramming Amount | FTE Impacted | Balance after Reprogramming Dollars | Balance after Reprogramming FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--|----------------|-------------|-----------------|----------------------|--------------|-------------------------------------|---------------------------------|------------------|--------------|-----------|
| DNDO - Federal Assistance (70 18/20 0411) | \$46,019,000 | 0 | \$0 | \$0 | 0 | \$46,019,000 | 0 | 0.00% | 0.00% | 1 |
| DNDO - Federal Assistance - Federal, State, Local, Territorial, and Tribal Support (70 18/20 0411) | \$24,884,000 | 0 | \$0 | \$9,600,000 | 0 | \$15,284,000 | 0 | 38.58% | 0.00% | 1 |
| Total | | | | \$9,600,000 | | | | | | |

| Footnote | Comment |
|----------|---|
| 1 | The “Balance after Reprogramming” and “% Impact Dollars” columns do not include impacts from proposed “Support Special Mission Units” and “BioDetection21” transfers. If those transfer requests are considered, then: • the 18/20 Federal Assistance account would have a balance of \$43.719M with a percentage impact of 5%. The 18/20 Federal, State, Local, Territorial, and Tribal Support PPA would have a balance of \$12.984M with a percentage impact of 47.8%. |

I. Description/Justification

The Countering Weapons of Mass Destruction (CWMD) proposes to reprogram \$9.6M within the DNDO Federal Assistance appropriation to move resources from the Federal, State, Local, Territorial, and Tribal Support (FSLTTS) PPA to the Securing the Cities (STC) PPA. The DNDO FY 2018 Congressional Justification described the STC Program and the Assistance Program under the Federal Assistance funding appropriation. While the STC Program establishes sustainable rad/nuc detection capability in the highest risk cities in the country via cooperative agreements, the Assistance Program provides advisory and assistance support to State & Local jurisdictions to develop and implement rad/nuc detection programs and capabilities, including the Mobile Detection Deployment Units (MDDUs). The revised Securing the Cities and Pathways (STC&P) Program will combine a portion of the Assistance Program (excluding funding for MDDUs) and the STC Programs under the STC PPA in FY 2018, while retaining other programs within the FSLTTS PPA (i.e., the Training Program, the Exercises Program, and the Federal, State, and Local Outreach Program) in FY 2018. The FY 2019 budget requests combining the entirety of the FSLTTS PPA and STC PPA into a single “Capability Building” PPA. The ultimate goal of the revised STC&P Program is to protect major metropolitan areas while pushing our detection posture out as far away from those major cities as possible, based on a regional approach that considers likely pathways into our major cities.

A. Use Account(s):

CWMD examined the successful STC model and has determined the goal line defense construct implicit in the current STC model could be modified to provide multiple opportunities to interdict a device prior to its transport to densely populated target cities, such as the current STC Program recipients. CWMD plans to expand the focus of the STC Program in FY 2018 to incorporate the urban area implementation model into a defense in depth capability for the nation that is based on larger regions within the United States. The intent is to better protect population centers by shifting focus from the adversary’s potential targets to the threat pathways into and within the United States. Moving the Assistance Program’s functions, excepting MDDUs, into the STC PPA will allow a comprehensive and unified approach to rad/nuc detection from the borders all the way to potential targets. In order to accomplish this objective, CWMD is also changing the strategy for equipment acquisition for State & Local partners under the STC Program. Working closely with the FBI regional offices to implement the revised approach, CWMD will procure and deploy the equipment necessary for the mission, via cooperative agreements, instead of solely providing funding to communities. It is not anticipated that CWMD will be able to obligate funding that has been reprogrammed before the end of FY 2018 as CWMD works to include the STC&P approach in future and/or revised opportunities for S/L partners.

B. Source Account(s):

The Assistance Program’s functions, excepting MDDUs, within the FLSTTS PPA will be assumed by the STC PPA. The Joint Analysis Center (JAC) functions have been reconstituted at the National Operations Center with significant savings and the Joint Analysis Center Collaborative Information System (JACCIS) has been terminated. A percentage of the JAC & JACCIS resources have been redirected to be integrated with the National Operations Center and National Targeting Center, providing enhanced integration with the operational Components. The resources made available by this change will be used to directly support rad/nuc detection capability development.

II. Mission Impact Summary

A. Use Account(s):

Reprogramming under the STC PPA would allow direct funding to build capability among the STC Program participants and future recipients as the STC Program is modified. Funding would provide a significant increase in equipment, training and exercise support to front-line operators who provide rad/nuc detection coverage for the nation. Increased funding will allow the STC program to maintain rad/nuc detection capability within the STC cities and expand coverage to pathways leading into these target areas to provide a defense in depth structure.

B. Source Account(s):

With the revised strategy for providing rad/nuc situational awareness, the reprogramming will have no impact on required situational awareness mission capability. The Assistance Program functions will still be performed under the STC Program but with an increased level of coordination.

III. Impact of Department or Congressional Policies

A. Use Account(s):

No significant impact.

B. Source Account(s):

No significant impact.

IV. Impact on Future Appropriations

The STC PPA was aligned with the FSLTT PPA under a single Capability Building PPA in the FY 2019 CWMD Congressional Justification. Reprogramming funds as indicated above will align FY 2018 funds with the intended future path in FY2019 and later.

SECTION 503 NOTIFICATION

Component: MGMT

Purpose: Expansion of IT Services at the St. Es Campus, not previously planned for, to facilitate an April 2019 move in date for the Secretary's offices.

Amount: \$ 2,500,000

Type: Transfer

| Use | Enacted Amount | Enacted FTE | Previous Action | Transfer Amount | FTE Impacted | Balance after Transfer Dollars | Balance after Transfer FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--|----------------|-------------|-----------------|-----------------|--------------|--------------------------------|----------------------------|------------------|--------------|-----------|
| MGMT - Operations and Support (70 18 0112) | \$710,297,000 | 0 | \$0 | \$2,500,000 | 0 | \$712,797,000 | 0 | 0.35% | 0.00% | 0 |
| MGMT - Operations and Support - Office of the Chief Information Officer (70 18 0112) | \$320,058,000 | 0 | \$0 | \$2,500,000 | 0 | \$322,558,000 | 0 | 0.78% | 0.00% | 0 |
| Total | | | | \$2,500,000 | | | | | | |

| Source | Enacted Amount | Enacted FTE | Previous Action | Transfer Amount | FTE Impacted | Balance after Transfer Dollars | Balance after Transfer FTE | % Impact Dollars | % Impact FTE | Footnotes |
|---|-----------------|-------------|-----------------|-----------------|--------------|--------------------------------|----------------------------|------------------|--------------|-----------|
| USCG - Operations and Support (70 18 0610) | \$7,373,313,000 | 0 | \$0 | \$2,500,000 | 0 | \$7,370,813,000 | 0 | 0.03% | 0.00% | 0 |
| USCG - Operations and Support - Intermediate and Depot Level Maintenance (70 18 0610) | \$1,415,217,000 | 0 | \$0 | \$2,500,000 | 0 | \$1,412,717,000 | 0 | 0.18% | 0.00% | 0 |
| Total | | | | \$2,500,000 | | | | | | |

I. Description/Justification

The Department of Homeland Security Headquarters element will be moving to the St. Elizabeth West Campus early 2019. In order to provide the critical elements within Headquarters with classified communications capabilities, we request that all communications capabilities be installed, tested, and fully functional by October 2018. This funding is necessary to ensure that a timely order and installation of these elements can be installed. Key members that will receive these services include the Secretary, Deputy Secretary, National Operations Center, Secretary's Briefing Staff, and others. Additionally, this communications circuit will provide HSDN, C-LAN, CMS, and GOLD information system connectivity. The National Operations Center will be migrating via a modified dual-operations scenario to ensure that when the personnel in National Operations Center move in it is 100% completely mission capable.

- \$400,000 for Homeland Secure Data Network (HSDN) Node Infrastructure equipment (routers, crypto, etc., and installation). Quote provided by Enterprise Network Services Support (ENSS).
- \$400,000 for CLAN (C-LAN) Node infrastructure equipment (routers, crypto, etc., and installation). Quote provided by ENSS.
- \$600,000 for Crisis Management System (CMS) installation (run by Defense Information Systems Agency (DISA)).
- \$450,000 for AMAN node (Intel community transport for multiple flavors of connectivity). AMAN can transport A-LAN, HSDN and C-LAN nega other circuit options.
- \$50,000 for provision of new OneNet 1G on 10G card with back up. Monthly Recurring Cost (MRC) will be shared among A-LAN, HSDN, C-LAN and others.
- \$600,000 for MITRE support for operations and maintenance and program management.

A. Use Account(s):

MGMT/OS/Chief Information Officer 70 18 0112

B. Source Account(s):

USCG/OE/Intermediate & Depot Level Maintenance 70 18 0610

II. Mission Impact Summary

A. Use Account(s):

Impact of not receiving funds: Classified circuits and voice circuits are needed for DHS OPS (NOC) and Center Building occupancy. Tenants would not be able to move as planned to the DOC and Center Building on the St E's campus without classified and phone services.

B. Source Account(s):

No mission impact.

III. Impact of Department or Congressional Policies

No policy impact to this transfer request.

IV. Impact on Future Appropriations

No impact on future appropriations to this transfer request.

SECTION 503 NOTIFICATION

Component: OHA
Purpose: Fund initial development and testing of prototype biological detection/collection and identification system platforms.
Amount: \$ 3,000,000
Type: Transfer

| Use | Enacted Amount | Enacted FTE | Previous Action | Transfer Amount | FTE Impacted | Balance after Transfer Dollars | Balance after Transfer FTE | % Impact Dollars | % Impact FTE | Footnotes |
|---|----------------|-------------|-----------------|-----------------|--------------|--------------------------------|----------------------------|------------------|--------------|-----------|
| OHA - Operations and Support (70 18/19 0117) | \$121,569,000 | 0 | \$0 | \$3,000,000 | 0 | \$124,569,000 | 0 | 2.47% | 0.00% | 3 |
| OHA - Operations and Support - Chemical and Biological Readiness (70 18/19 0117) | \$79,130,000 | 0 | \$0 | \$3,000,000 | 0 | \$3,000,000 | 0 | 0.00% | 0.00% | 0 |
| Total | | | | \$3,000,000 | | | | | | |

| Source | Enacted Amount | Enacted FTE | Previous Action | Transfer Amount | FTE Impacted | Balance after Transfer Dollars | Balance after Transfer FTE | % Impact Dollars | % Impact FTE | Footnotes |
|---|----------------|-------------|-----------------|-----------------|--------------|--------------------------------|----------------------------|------------------|--------------|-----------|
| DNDO - Federal Assistance (70 18/20 0411) | \$46,019,000 | 0 | \$0 | \$674,000 | 0 | \$45,345,000 | 0 | 1.46% | 0.00% | 2 |
| DNDO - Federal Assistance - Federal, State, Local, Territorial, and Tribal Support (70 18/20 0411) | \$24,884,000 | 0 | \$0 | \$674,000 | 0 | \$24,210,000 | 0 | 2.71% | 0.00% | 2 |
| DNDO - Research and Development (70 17/19 0860) | \$155,061,000 | 0 | \$0 | \$2,326,000 | 0 | \$152,735,000 | 0 | 1.50% | 0.00% | 1 |
| DNDO - Research and Development - Transformational Research and Development (70 17/19 0860) | \$62,028,000 | 0 | \$0 | \$918,000 | 0 | \$61,110,000 | 0 | 1.48% | 0.00% | 1 |
| DNDO - Research and Development - | \$39,272,000 | 0 | \$0 | \$1,408,000 | 0 | \$37,864,000 | 0 | 3.59% | 0.00% | 0 |

| | | | | | | | | | | |
|--|--|--|--|-------------|--|--|--|--|--|--|
| Detection Capability Assessments (70 17/19 0860) | | | | | | | | | | |
| Total | | | | \$3,000,000 | | | | | | |

| Footnote | Comment |
|----------|--|
| 1 | The “Balance after Reprogramming” and “% Impact Dollars” columns do not include impacts from proposed “Support Special Mission Units” transfer. If that transfer request is considered, then: • the DNDO 17/19 Research and Development account would have a balance of \$152.153M with a percentage impact of 1.9%. The DNDO 17/19 R&D Transformational R&D PPA would have a balance of \$60.528M with a percentage impact of 2.4%. |
| 2 | The “Balance after Reprogramming” and “% Impact Dollars” columns do not include impacts from proposed “Pathways” reprogramming and “Support Special Mission Units” transfer. If those reprogramming/transfer requests are considered, then: • the 18/20 Federal Assistance account would have a balance of \$43.719M with a percentage impact of 5%. The 18/20 Federal, State, Local, Territorial, and Tribal Support PPA would have a balance of \$12.984M with a percentage impact of 47.8%. |
| 3 | The “Balance after Reprogramming” and “% Impact Dollars” columns do not include impacts from proposed “DHS Emerging Requirements” transfer. If that transfer requests is considered, then the OHA O&S account would have a balance of \$123.594M with a net percentage impact of 1.7%. |

I. Description/Justification

The Countering Weapons of Mass Destruction (CWMD) Office proposes to repurpose FY 2018 funding provided for the Biodetection Technology Enhancement (BTE) program to support the BioDetection21 (BD21) program. CWMD also proposes to transfer \$3M to the Chemical and Biological Readiness PPA, Operations and Support appropriation of the Office of Health Affairs to support the BD21 program.

Together the funding will support development and appropriation of prototype biological detection/collection and identification system platforms, and other program support activities through another transaction agreement.

A. Use Account(s):

This project is a key initiative for the CWMD Office to identify and deploy a replacement for BioWatch. On April 24th 2018, the BD21 Board of Directors, consisting of the Assistant Secretary for CWMD, U.S. Department of Health and Human Services Assistant Secretary for Preparedness and Response; and Director of the Federal Protective Service, identified this initiative as a viable solution. BD21 will improve the Nation’s biological detection and response capability by fielding a replacement to BioWatch that provides an early warning system for aerosol releases in urban environments. This program will also shorten the timeline for biological threat detection and response via technology and CONOPS deployment. BD21 shares the capability gaps previously described in the BTE mission needs statement and will utilize the information gained by BTE to develop and evaluate prototyping systems that will lead to the replacement of the currently deployed BioWatch solution.

Phased activities include Proof of Concept development (including finalizing a BD21 Program Mission Needs Statement and other appropriate documentation for follow-on large-scale deployment), operational testing and operational deployment. The funding will be used to develop and

evaluate prototype equipment that would lead to the replacement of the BioWatch System. CWMD would use other transactions authorities (OTA) to develop and test the prototypes, working with the Department of Defense to leverage its investments made in bio-defense.

B. Source Account(s):

\$2.326 million in resources from the DNDO Research & Development Appropriation is derived from a reduction in the number of new basic and applied research projects, and a reduction in test and evaluation, putting the account more in line with the FY 2019 budget.

\$0.674 million in resources from the DNDO Federal Assistance Appropriation is made available through a re-scoping of training and exercise activities.

II. Mission Impact Summary

A. Use Account(s):

The previously explored alternative (BTE) is not leading to a significant improvement to the current BioWatch Solution. The BioDetection21 initiative will focus on development & deployment of a detection/collection and identification solutions for outdoor biological monitoring and reporting with a focus on decreasing response times and integrating capabilities across all levels of government. As terrorism evolves, DHS CWMD constantly improves its programs in order to stay ahead of the adversary. Currently, DHS is planning to replace biodefense technology with the intention of: better addressing a wide range of bioterrorism threats; providing real-time data across the Homeland Security enterprise; and improving information-sharing between federal, state, and local operators. This upgrade to a more agile, responsive, sustainable, efficient biodefense capability will make Americans safer by improving the ability of first responders and decision makers to act quickly after an attack and mitigate the impacts of a potential catastrophic bioterrorism or pandemic event.

B. Source Account(s):

\$2.326 million in resources from the DNDO Research & Development Appropriation is derived from a reduction in the number of new basic and applied research projects, and a reduction in test and evaluation, putting the account more in line with the FY 2019 budget. The mission impact is minimized by alignment of resources to current schedule of test and evaluation support and planned FY 2019 research projects.

\$0.674 million in resources from the DNDO Federal Assistance Appropriation is made available through a training and exercises re-scoping. The transferred resources will be available for obligation through September 2019, which is in line with period of availability of the source and destination accounts.

III. Impact of Department or Congressional Policies

A. Use Account(s):

The reprogramming will direct BTE resources and activities into the BD21 Program and will enable CWMD to accelerate the new program and move forward with developing and evaluating prototype solutions with the Federal Protective Service, the operational partner for the BD21 Program. The transfer of funds identified in this notification will not impact DHS and Congressional policies and are in line with the Administration's priorities. This transfer provides funding for OHA to initiate BD21 activities, specifically development and evaluation of prototype solutions. CWMD expects to complete the identified activities within 12 months.

B. Source Account(s):

The sources identified in this notification will not impact DHS, Office of Management and Budget, or Congressionally approved objectives and policies, and are in line with the Administration's priorities.

IV. Impact on Future Appropriations

A. Use Account(s):

This transfer does not affect future year appropriations.

B. Source Account(s):

The sources for these transfers align program budgets to be with the resource requirements reflected in the FY 2019 budget request for CWMD.

SECTION 503 NOTIFICATION

Component: USSS
Purpose: Support UNGA (NSSE)
Amount: \$ 12,500,000
Type: Reprogramming

| Use | Enacted Amount | Enacted FTE | Previous Action | Reprogramming Amount | FTE Impacted | Balance after Reprogramming Dollars | Balance after Reprogramming FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--|-----------------|-------------|-----------------|----------------------|--------------|-------------------------------------|---------------------------------|------------------|--------------|-----------|
| USSS - Operations and Support (70 18/19 0400) | \$1,915,794,000 | 0 | \$0 | \$0 | 0 | \$1,915,794,000 | 0 | 0.00% | 0.00% | 0 |
| USSS - Operations and Support - Protective Operations - Presidential Campaigns and National Special Security Events (70 18/19 0400) | \$4,500,000 | 0 | \$0 | \$12,500,000 | 0 | \$17,000,000 | 0 | 277.77% | 0.00% | 0 |
| Total | | | | \$12,500,000 | | | | | | |

| Source | Enacted Amount | Enacted FTE | Previous Action | Reprogramming Amount | FTE Impacted | Balance after Reprogramming Dollars | Balance after Reprogramming FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--|-----------------|-------------|-----------------|----------------------|--------------|-------------------------------------|---------------------------------|------------------|--------------|-----------|
| USSS - Operations and Support (70 18 0400) | \$1,915,794,000 | 0 | \$0 | \$0 | 0 | \$1,915,794,000 | 0 | 0.00% | 0.00% | 0 |
| USSS - Operations and Support - Protective Operations - Protection of Persons and Facilities (70 18 0400) | \$711,227,000 | 0 | \$0 | \$12,500,000 | 0 | \$698,727,000 | 0 | 1.76% | 0.00% | 0 |
| Total | | | | \$12,500,000 | | | | | | |

I. Description/Justification

Pursuant to authorities provided in the FY 2018 Department of Homeland Security Appropriations Act (P.L. 115-66) the U.S. Secret Service (USSS) intends to reprogram \$12.5 million from the Protection of Persons and Facilities PPA Level II to the National Special Security Event Fund (NSSE) PPA Level II to begin contracting for goods, services, and space that must be procured in advance to support the United Nations General Assembly (UNGA) in September 2018.

P.L. 115-66 provides base funding for Secret Service to perform protective activities associated with UNGA meetings, but USSS cannot obligate funds in the Protection of Persons and Facilities PPA Level II for NSSE-related activities. This transfer request ensures funds are available for this requirement.

Since FY 2015, the DHS Secretary has designated a portion of the UNGA as an NSSE. The Secret Service will request the same designation from Secretary Nielsen for the FY 2018 UNGA to ensure the protection of more than 100 foreign heads of state or government and their spouses. Additionally, unforeseen NSSEs, like state funerals, may require additional funding.

II. Mission Impact Summary

National Special Security Events (NSSEs):

Receiving Account: These funds will appropriately resource the Secret Service to support protective requirement for UNGA.

Source Account: The reprogramming will have no adverse mission impact as these funds were intended to support UNGA.

III. Impact of Department or Congressional Policies

None.

IV. Impact on Future Appropriations

None.

SECTION 503 NOTIFICATION

Component: DMO
Purpose: HQ Consolidation FY 16 Appropriation Purpose Reprogramming
Amount: \$ 0
Type: Reprogramming

| Use | Enacted Amount | Enacted FTE | Previous Action | Reprogramming Amount | FTE Impacted | Balance after Reprogramming Dollars | Balance after Reprogramming FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--|----------------|-------------|-----------------|----------------------|--------------|-------------------------------------|---------------------------------|------------------|--------------|-----------|
| DMO - DHS Headquarters Consolidation Project - HQ Consolidation - St. Elizabeths (70 X 0111) | \$215,679,000 | 0 | \$0 | \$0 | 0 | \$215,679,000 | 0 | 0.00% | 0.00% | 0 |
| Total | | | | \$0 | | | | | | |

| Source | Enacted Amount | Enacted FTE | Previous Action | Reprogramming Amount | FTE Impacted | Balance after Reprogramming Dollars | Balance after Reprogramming FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--------|----------------|-------------|-----------------|----------------------|--------------|-------------------------------------|---------------------------------|------------------|--------------|-----------|
| Total | | | | \$0 | | | | | | |

I. Description/Justification

In FY 2016, Congress enacted \$215.7M for the Department of Homeland Security (DHS) Headquarters (HQ) Consolidation project at the St. Elizabeths campus. The DHS Enhanced Plan included consolidating MGMT offices to the St. Elizabeths campus, development of the Center Building addition, remaining DOC A build out, and Employee Assistance/health unit; as well as the Munro Optimization funding.

Due to lessons learned through the Center Building construction, the Enhanced Plan is currently undergoing internal reevaluation to determine the most cost effective and operationally feasible plan moving forward for the National Capital Region (NCR) consolidation. The Department intends to repurpose \$10.8M of the FY 2016 DHS HQ Consolidation appropriation as follows:

- Relocation of CHCO to 7th and D Street: \$9,250,000
 Funding is required to move the Office of the Chief Readiness Support Officer (OCRSO) from 1201 New York Avenue to the Department's 7th and D Street headquarters. Due to the expiration of OCRSO's lease with no possibility of renewal, the organization must move to a new location. Re-purposing \$9.3M, DHS will be able to fund relocation costs including new furniture, IT, security, moving, excessing old furniture, and some tenant fit-out improvements.

2. CIS Ombudsman Relocation: \$1,500,000

Funding is required to move the CIS Ombudsman from 1201 New York Avenue to a new location supported by a long-term lease. Due to the expiration of this office's lease with no possibility of renewal, the organization must move to a new location. Re-purposing \$1.5M, DHS will be able to fund relocation costs including new furniture, IT, security, moving, excessing old furniture, and some tenant fit-out improvements.

A. Use Account(s):

FY 2016 HQ Consolidation – 70 X 0111

B. Source Account(s):

FY 2016 HQ Consolidation – 70 X 0111

II. Mission Impact Summary

The St. Elizabeths Enhanced Plan is currently undergoing internal reevaluation to determine the most cost effective and operationally feasible plan moving forward for the NCR consolidation. Accordingly \$10.8M in funds appropriated for the St. Elizabeths project are available to be re-purposed for other uses related to DHS HQ consolidation.

Should this reprogramming not be supported, the following impacts could be realized:

- DHS OCRSO and CIS Ombudsman will not be in compliance with lease expiration requirements and will be subject to penalties.

III. Impact of Department or Congressional Policies

None.

IV. Impact on Future Appropriations

None.

SECTION 503 NOTIFICATION

Component: DNDO
Purpose: Support Special Mission Units
Amount: \$ 13,725,000
Type: Transfer

| Use | Enacted Amount | Enacted FTE | Previous Action | Transfer Amount | FTE Impacted | Balance after Transfer Dollars | Balance after Transfer FTE | % Impact Dollars | % Impact FTE | Footnotes |
|---|----------------|-------------|-----------------|-----------------|--------------|--------------------------------|----------------------------|------------------|--------------|-----------|
| DNDO - Procurement, Construction, and Improvements (70 17/19 0862) | \$101,053,000 | 0 | \$0 | \$3,108,000 | 0 | \$104,161,000 | 0 | 3.08% | 0.00% | 0 |
| DNDO - Procurement, Construction, and Improvements - Human Portable Rad/Nuc Systems (70 17/19 0862) | \$47,344,000 | 0 | \$0 | \$3,108,000 | 0 | \$50,452,000 | 0 | 6.56% | 0.00% | 0 |
| DNDO - Procurement, Construction, and Improvements (70 18/20 0862) | \$89,096,000 | 0 | \$0 | \$8,909,000 | 0 | \$98,005,000 | 0 | 10.00% | 0.00% | 0 |
| DNDO - Procurement, Construction, and Improvements - Human Portable Rad/Nuc Systems (70 18/20 0862) | \$24,572,000 | 0 | \$0 | \$8,909,000 | 0 | \$33,481,000 | 0 | 36.26% | 0.00% | 0 |
| DNDO - Systems Acquisition (70 16/18 0862) | \$113,011,000 | 0 | \$0 | \$1,708,000 | 0 | \$114,719,000 | 0 | 1.51% | 0.00% | 0 |
| DNDO - Systems Acquisition - Radiological and Nuclear Detection Equipment (RDE) Acquisition (70 16/18 0862) | \$91,011,000 | 0 | \$0 | \$1,708,000 | 0 | \$92,719,000 | 0 | 1.88% | 0.00% | 0 |
| Total | | | | \$13,725,000 | | | | | | |
| | | | | | | | | | | |

| Source | Enacted Amount | Enacted FTE | Previous Action | Transfer Amount | FTE Impacted | Balance after Transfer Dollars | Balance after Transfer FTE | % Impact Dollars | % Impact FTE | Footnotes |
|--|----------------|-------------|------------------|-----------------|--------------|--------------------------------|----------------------------|------------------|--------------|-----------|
| DNDO - Federal Assistance (70 18/20 0411) | \$46,019,000 | 0 | \$0 | \$1,626,000 | 0 | \$44,393,000 | 0 | 3.53% | 0.00% | 5 |
| DNDO - Federal Assistance - Federal, State, Local, Territorial, and Tribal Support (70 18/20 0411) | \$24,884,000 | 0 | \$0 | \$1,626,000 | 0 | \$23,258,000 | 0 | 6.53% | 0.00% | 5 |
| DNDO - Research and Development (70 18/20 0860) | \$145,661,000 | 0 | \$0 | \$7,283,000 | 0 | \$138,378,000 | 0 | 5.00% | 0.00% | 0 |
| DNDO - Research and Development - Transformational Research and Development (70 18/20 0860) | \$62,081,000 | 0 | - \$1,100,000 | \$5,500,000 | 0 | \$55,481,000 | 0 | 8.86% | 0.00% | 1 |
| DNDO - Research and Development - Nuclear Forensics (70 18/20 0860) | \$18,361,000 | 0 | \$0 | \$1,376,000 | 0 | \$16,985,000 | 0 | 7.49% | 0.00% | 0 |
| DNDO - Federal Assistance (70 17/19 0411) | \$46,328,000 | 0 | \$0 | \$2,316,000 | 0 | \$44,012,000 | 0 | 5.00% | 0.00% | 0 |
| DNDO - Federal Assistance - Federal, State, Local, Territorial, and Tribal Support (70 17/19 0411) | \$25,193,000 | 0 | \$0 | \$2,316,000 | 0 | \$22,877,000 | 0 | 9.19% | 0.00% | 0 |
| DNDO - Research and Development (70 17/19 0860) | \$155,061,000 | 0 | \$0 | \$582,000 | 0 | \$154,479,000 | 0 | 0.38% | 0.00% | 4 |
| DNDO - Research and Development - Transformational Research and Development (70 17/19 0860) | \$62,028,000 | 0 | \$0 | \$582,000 | 0 | \$60,528,000 | 0 | 2.42% | 0.00% | 4 |

| | | | | | | | | | | |
|--|---------------|---|-----|--------------|---|---------------|---|-------|-------|---|
| DNDO - Research and Development - Detection Capability Assessments (70 18/20 0860) | \$34,127,000 | 0 | \$0 | \$407,000 | 0 | \$33,720,000 | 0 | 1.19% | 0.00% | 0 |
| DNDO - Operations and Support (70 18 0861) | \$54,664,000 | 0 | \$0 | \$1,708,000 | 0 | \$52,956,000 | 0 | 3.12% | 0.00% | 3 |
| DNDO - Operations and Support - Mission Support (70 18 0861) | \$54,664,000 | 0 | \$0 | \$1,708,000 | 0 | \$52,956,000 | 0 | 3.12% | 0.00% | 0 |
| DNDO - Research, Development, and Operations (70 X 0860) | \$323,500,000 | 0 | \$0 | \$210,000 | 0 | \$323,290,000 | 0 | 0.06% | 0.00% | 2 |
| DNDO - Research, Development, and Operations - Transformational Research and Development (70 X 0860) | \$96,000,000 | 0 | \$0 | \$210,000 | 0 | \$95,790,000 | 0 | 0.22% | 0.00% | 2 |
| Total | | | | \$13,725,000 | | | | | | |

| Footnote | Comment |
|----------|---|
| 1 | DNDO 18/20 R&D Transformational R&D was previously reduced by \$1.1M through a below threshold reprogramming to the Detection Capability Development PPA. |
| 2 | The Enacted amount for the no-year funds are from the FY 2008 enacted. The funds are being applied to the DNDO PC&I 17/19 account. |
| 3 | The “Balance after Reprogramming” and “% Impact Dollars” columns do not include impacts from proposed “DHS Emerging Requirements” transfer. If that transfer requests is considered, then: the 18/20 DNDO Operations and Support account Mission Support PPA would have a balance of \$51.931M with a percentage impact of 5%. |
| 4 | The “Balance after Reprogramming” and “% Impact Dollars” columns do not include impacts from proposed “BioDetection21” transfer. If that transfer request is considered, then: The DNDO 17/19 Research and Development account would have a balance of \$152.153M with a percentage impact of 1.9%. The DNDO 17/19 R&D Transformational R&D PPA would have a balance of \$60.528M with a percentage impact of 2.4%. |
| 5 | The “Balance after Reprogramming” and “% Impact Dollars” columns do not include impacts from proposed “Pathways” reprogramming and “BioDetection21” transfer. If those reprogramming/transfer requests are considered, then: The 18/20 Federal Assistance account would have a balance of \$43.719M with a percentage impact of 5%. The 18/20 Federal, State, Local, Territorial, and Tribal Support PPA would have a balance of \$12.984M with a percentage impact of 47.8%. |

I. Description/Justification

A. Use Account(s):

Transferred funding will be used to recapitalize aging radiological/nuclear isotopic detections systems for DHS Operating Components, to include special mission units like the US Coast Guard Maritime Special Response Teams, and Border Patrol Search, Trauma, and Rescue (BORSTAR) units; as well as accelerating the current multi-year plan for portable detection equipment requirements. Deploying capability to the specialized units provides an opportunity to equip operational forces with the latest detection equipment tested by CWMD, while expanding the rad/nuc detection mission into new DHS detection areas. These units typically operate in an environment where there is limited detection capability.

B. Source Account(s):

Funding will be transferred from the Domestic Nuclear Detection Operations and Support, Research and Development, and Federal Assistance appropriations.

\$1.708 million in resources from the Domestic Nuclear Detection Office Mission Support reflects reprioritization and rescoping of information technology projects and services.

\$8.075 million in resources from the Research & Development appropriation is derived from a reduction in the number of new basic and applied research projects, a reduction in test and evaluation, and a reduction in technical forensics technology advancement, putting the account more in line with the FY 2019 budget.

\$3.942 million in resources from the Federal Assistance appropriation is made available through a training and exercises re-scoping.

II. Mission Impact Summary

A. Use Account(s):

Special Mission Units rapidly deploy to assist Federal On-Scene Coordinators or surge to address operational gaps. The specialized mission and equipment required for preparation and response to radiological, and weapons of mass destruction incidents provide an opportunity to leverage the areas these teams typically operate in, as well as providing teams with equipment to prevent gaps in protection. Recapitalization will allow Special Mission Units to deploy to incident scenes with devices, tested by CWMD, with reduced failure rates and/or with detection systems able that are interoperable with current and planned network capability for identification and adjudication of radiological/nuclear sources.

The transfer will also accelerate the on-going/time-phased recapitalization of portable radiation detection equipment deployed to support Customs and Border Protection Officers and Border Patrol Agents, and US Coast Guard units/personnel. Accelerating the multi-year plan will ensure currently deployed equipment is replaced before reaching its expected end of service life.

Examples of equipment requirements that CWMD is currently working with Operational Components to prioritize include;